

CHEMICAL & MINING CO OF CHILE INC
Form 6-K
April 01, 2015

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 6-K

REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13a-16 OR 15d-16 UNDER THE
SECURITIES EXCHANGE ACT OF 1934

For the month of April 2015.

Commission File Number 33-65728

CHEMICAL AND MINING COMPANY OF CHILE INC.

(Translation of registrant's name into English)

El Trovador 4285, Santiago, Chile (562) 2425-2000

(Address of principal executive office)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F: Form 40-F:

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Note: Regulation S-T Rule 101(b)(1) only permits the submission in paper of a Form 6-K if submitted solely to provide an attached annual report to security holders.

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Las Condes, Santiago, Chile
Tel: (56 2) 2425 2000
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Santiago, Chile, April 1, 2015 – Sociedad Química y Minera de Chile S.A. (SQM), reports the translation of the financial statements that were filed with the Chilean Securities and Insurance Commission (*Superintendencia de Valores y Seguros de Chile*) for the year ended December 31, 2014.

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CONSOLIDATED FINANCIAL STATEMENTS

For the year ended

December 31, 2014

Sociedad Química y Minera de Chile S.A. and Subsidiaries

In Thousands of United States Dollars

This document includes:

- Report of Independent Register Public Accounting Firm
- Consolidated Classified Statements of Financial Position
- Consolidated Statements of Income by Function
- Consolidated Statements of Comprehensive Income
- Consolidated Statements of Cash Flows
- Consolidated Statements of Changes in Equity
- Notes to the Consolidated Financial Statements

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Sociedad Química y Minera de Chile S.A. and Subsidiaries

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Classified Statements of Financial Position**

| Assets | Note | As of December 31, 2014 ThUS\$ | As of December 31, 2013 ThUS\$ |
|---|------|---|---|
| Current assets | | | |
| Cash and cash equivalents | 7.1 | 354,566 | 476,622 |
| Other current financial assets | 10.1 | 670,602 | 460,173 |
| Other current non-financial assets | 25 | 43,736 | 44,230 |
| Trade and other receivables, current | 10.2 | 340,830 | 330,992 |
| Trade receivables due from related parties, current | 9.5 | 134,506 | 128,026 |
| Current inventories | 8 | 919,603 | 955,530 |
| Current tax assets | 28.1 | 47,975 | 59,476 |
| Total current assets | | 2,511,818 | 2,455,049 |
| Non-current assets | | | |
| Other non-current financial assets | 10.1 | 427 | 95 |
| Other non-current non-financial assets | 25 | 32,171 | 36,505 |
| Trade receivables, non-current | 10.2 | 2,044 | 1,282 |
| Investments in associates | 11.1 | 49,723 | 51,075 |
| Investments in joint ventures | 12.3 | 26,055 | 25,943 |
| Intangible assets other than goodwill | 13.1 | 114,735 | 104,363 |
| Goodwill | 13.1 | 38,388 | 38,388 |
| Property, plant and equipment | 14.1 | 1,887,954 | 2,054,377 |
| Deferred tax assets | 28.4 | 340 | 531 |
| Total non-current assets | | 2,151,837 | 2,312,559 |
| Total assets | | 4,663,655 | 4,767,608 |

The accompanying notes form an integral part of these consolidated financial statements.

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Classified Statements of Financial Position (continued)**

| Liabilities and Equity | Note | As of December 31, 2014 ThUS\$ | As of December 31, 2013 ThUS\$ |
|--|------|--------------------------------------|---|
| Liabilities | | | |
| Current liabilities | | | |
| Other current financial liabilities | 10.4 | 213,172 | 401,426 |
| Trade and other payables, current | 10.5 | 145,160 | 150,960 |
| Trade payables due to related parties, current | 9.6 | 231 | - |
| Other current provisions | 18.1 | 27,747 | 17,953 |
| Current tax liabilities | 28.2 | 28,983 | 31,707 |
| Provisions for employee benefits, current | 15.1 | 18,384 | 25,236 |
| Other current non-financial liabilities | 18.3 | 90,010 | 95,353 |
| Total current liabilities | | 523,687 | 722,635 |
| Non-current liabilities | | | |
| Other non-current financial liabilities | 10.4 | 1,574,225 | 1,417,390 |
| Other non-current provisions | 18.1 | 8,890 | 8,633 |
| Deferred tax liabilities | 28.4 | 223,349 | 154,295 |
| Provisions for employee benefits, non-current | 15.1 | 33,801 | 32,414 |
| Total non-current liabilities | | 1,840,265 | 1,612,732 |
| Total liabilities | | 2,363,952 | 2,335,367 |
| Equity | | | |
| | 17 | | |
| Share capital | | 477,386 | 477,386 |
| Retained earnings | | 1,775,612 | 1,909,725 |
| Other reserves | | (13,162 |) (10,491) |
| Equity attributable to owners of the Parent | | 2,239,836 | 2,376,620 |
| Non-controlling interests | | 59,867 | 55,621 |
| Total equity | | 2,299,703 | 2,432,241 |
| Total liabilities and equity | | 4,663,655 | 4,767,608 |

The accompanying notes form an integral part of these consolidated financial statements.

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Statements of Income by Function**

| | | January to December | |
|--|------|---------------------|-------------|
| | Note | 2014 | 2013 |
| | | ThUS\$ | ThUS\$ |
| Revenue | 20 | 2,014,214 | 2,203,140 |
| Cost of sales | 27.2 | (1,431,242) | (1,481,690) |
| Gross profit | | 582,972 | 721,450 |
| Other income | 27.3 | 24,055 | 96,716 |
| Administrative expenses | 27.4 | (96,532) | (105,189) |
| Other expenses by function | 27.5 | (57,107) | (49,397) |
| Other gains (losses) | 27.6 | 4,424 | (11,391) |
| Profit (loss) from operating activities | | 457,812 | 652,189 |
| Finance income | | 16,142 | 12,696 |
| Finance costs | 22 | (63,373) | (58,608) |
| Share of profit of associates and joint ventures accounted for using the equity method | | 18,116 | 18,786 |
| Foreign currency translation differences | 23 | (16,545) | (11,954) |
| Profit (loss) before taxes | | 412,152 | 613,109 |
| Income tax expense, continuing operations | 28.4 | (108,382) | (138,539) |
| Profit (loss) from continuing operations | | 303,770 | 474,570 |
| Profit for the year | | 303,770 | 474,570 |
| Profit attributable to | | | |
| Owners of the Parent | | 296,381 | 467,113 |
| Non-controlling interests | | 7,389 | 7,457 |
| Profit for the year | | 303,770 | 474,570 |

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Statements of Income by Function (continued)**

| | | January to December | |
|--|------|---------------------|--------|
| | Note | 2014 | 2013 |
| | | US\$ | US\$ |
| Earnings per share | | | |
| Common shares | | | |
| Basic earnings per share (US\$ per share) | 21 | 1.1261 | 1.7748 |
| Basic earnings per share (US\$ per share) from continuing operations | | 1.1261 | 1.7748 |
| Diluted common shares | | | |
| Diluted earnings per share (US\$ per share) | 21 | 1.1261 | 1.7748 |
| Diluted earnings per share (US\$ per share) from continuing operations | | 1.1261 | 1.7748 |

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Statements of Comprehensive Income**

| | January to December | |
|--|---------------------|----------|
| | 2014 | 2013 |
| | ThUS\$ | ThUS\$ |
| Consolidated Statements of comprehensive income | | |
| Profit for the year | 303,770 | 474,570 |
| Components of other comprehensive income before taxes and foreign currency translation differences | | |
| Gain (loss) from foreign currency translation differences, before taxes | (4,016) | (3,559) |
| Other comprehensive income before taxes and foreign currency translation differences | (4,016) | (3,559) |
| Cash flow hedges | | |
| (Gain) loss from cash flow hedges before taxes | 2,196 | 15,779 |
| Other comprehensive income before taxes and cash flow hedges | 2,196 | 15,779 |
| Other comprehensive income before taxes and actuarial gains (losses) from defined benefit plans | (672) | 1,012 |
| Other miscellaneous reserves | - | - |
| Other components of other comprehensive income before taxes | (2,492) | 13,231 |
| Income taxes associated with components of other comprehensive income | | |
| Income taxes associated with cash flow hedges in other comprehensive income | (311) | (3,023) |
| Income taxes associated with components of other comprehensive income | (311) | (3,023) |
| Other comprehensive income | (2,803) | 10,209 |
| Total comprehensive income | 300,967 | 484,779 |
| Comprehensive income attributable to | | |
| Owners of the Parent | 293,710 | 477,394 |
| Non-controlling interests | 7,257 | 7,385 |
| Total comprehensive income | 300,967 | 484,779 |

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Statements of Cash Flows**

| Consolidated statements of cash flows | January to December | |
|---|---------------------|----------------|
| | Note 2014 ThUS\$ | 2013 ThUS\$ |
| Cash flows from (used in) operating activities | | |
| Types of receipts from operating activities | | |
| Cash receipts from sales of goods and rendering of services | 1,944,072 | 2,392,696 |
| Types of payments | | |
| Cash payments to suppliers for the provision of goods and services | (1,179,413) | (1,496,053) |
| Cash payments to and on behalf of employees | (42,218) | (48,033) |
| Other payments related to operating activities | (9,770) | (24,774) |
| Dividends received | 11,817 | 16,423 |
| Interest paid | (83,592) | (87,018) |
| Interest received | 16,142 | 12,696 |
| Reimbursed (paid) income taxes | (76,810) | (119,107) |
| Other incomes (outflows) of cash | 10,816 | 4,883 |
| Net cash generated from (used in) operating activities | 591,044 | 651,713 |
| Cash flows from (used in) investing activities | | |
| Cash receipts from the loss of control of subsidiaries and other businesses | 5,000 | - |
| Other cash payments made to acquire interest in joint ventures | 4,223 | (69) |
| Proceeds from the sale of property, plant and equipment | 156 | 216 |
| Proceeds from sales of intangible assets | 15,431 | 86,157 |
| Acquisition of intangible assets | - | - |
| Acquisition of property, plant and equipment | (112,143) | (386,495) |
| Cash advances and loans granted to third parties | (2,470) | 528 |
| Other incomes (outflows) of cash (*) | (221,561) | (187,722) |
| Net cash generated from (used in) investing activities | (311,364) | (487,385) |

(*) Includes other cash receipts (payments), investments and redemptions of time deposits and other financial instruments, which do not qualify as cash and cash equivalents in accordance with IAS 7.7 as they record a maturity date from their date of origin greater than 90 days.

The accompanying notes form an integral part of these consolidated financial statements.

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Statements of Cash Flows (continued)**

| | January to December | |
|--|---------------------|-----------|
| Note | 2014 | 2013 |
| | ThUS\$ | ThUS\$ |
| Cash flows from (used in) financing activities | | |
| Proceeds from long-term borrowings | 250,000 | 300,000 |
| Proceeds from short-term borrowings | 180,000 | 160,000 |
| Total proceeds from borrowings | 430,000 | 460,000 |
| Repayment of borrowings | (230,000) | (176,485) |
| Dividends paid | (379,044) | (279,668) |
| Other cash receipts (payments) | (208,991) | (6,132) |
| Net cash generated from (used in) financing activities | (388,035) | (2,285) |
| Net increase (decrease) in cash and cash equivalents before the effect of changes in the exchange rate | (108,355) | 162,043 |
| Effects of exchange rate fluctuations on cash held | (13,701) | (9,774) |
| Net (decrease) increase in cash and cash equivalents | (122,056) | 152,269 |
| Cash and cash equivalents at beginning of period | 476,622 | 324,353 |
| Cash and cash equivalents at end of period | 354,566 | 476,622 |

The accompanying notes form an integral part of these consolidated financial statements.

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Sociedad Química y Minera de Chile S.A. and Subsidiaries

Consolidated Statements of Changes in Equity

| 2014 | Share capital | Foreign currency translation differences reserves | Cash flow hedge reserves | Actuarial gains (losses) from defined benefit plans | Other miscellaneous reserves | Other reserves | Retained earnings | Equity attributable to owners of the Parent | Non-controlling interests | Controlling Total |
|---|---------------|---|--------------------------|---|------------------------------|----------------|-------------------|---|---------------------------|-------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Equity at beginning of the year | 477,386 | (3,817) | (3,766) | (1,231) | (1,677) | (10,491) | 1,909,725 | 2,376,620 | 55,621 | 2,432,241 |
| Profit for the year | - | - | - | - | - | - | 296,381 | 296,381 | 7,389 | 303,770 |
| Other comprehensive income | - | (3,884) | 1,885 | (672) | - | (2,671) | - | (2,671) | (132) | (2,803) |
| Comprehensive income | - | (3,884) | 1,885 | (672) | - | (2,671) | 296,381 | 293,710 | 7,257 | 300,967 |
| Dividends | - | - | - | - | - | - | (378,190) | (378,190) | (5,280) | (383,470) |
| Increase (decrease) in transfers and other changes (*) | - | - | - | - | - | - | (52,304) | (52,304) | - | (52,304) |
| Increase (decrease) due to changes in interests in subsidiaries | - | - | - | - | - | - | - | - | 2,269 | 2,269 |
| Increase (decrease) in equity | - | (3,884) | 1,885 | (672) | - | (2,671) | (134,113) | (136,784) | 4,246 | (132,538) |
| Equity as of December 31, 2014 | 477,386 | (7,701) | (1,881) | (1,903) | (1,677) | (13,162) | 1,775,612 | 2,239,836 | 59,867 | 2,299,703 |

(*) Mainly corresponds to the effect of tax rate (see note 28).

The accompanying notes form an integral part of these consolidated financial statements.

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Sociedad Química y Minera de Chile S.A. and Subsidiaries**Consolidated Statements of Changes in Equity**

| 2013 | Share capital | Foreign currency translation difference reserves | Cash flow hedge reserves | Actuarial gains (losses) from defined benefit plans | Other (miscellaneous) reserves | Other reserves | Retained earnings | Equity attributable to owners of the Parent | Non-controlling interests | Total |
|--|---------------|--|--------------------------|---|--------------------------------|----------------|-------------------|---|---------------------------|------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Equity at beginning of the year | 477,386 | (330) | (16,522) | (2,243) | (1,677) | (20,772) | 1,676,169 | 2,132,783 | 54,663 | 2,187,446 |
| Profit for the year | - | - | - | - | - | - | 467,113 | 467,113 | 7,457 | 474,570 |
| Other comprehensive income | - | (3,487) | 12,756 | 1,012 | - | 10,281 | - | 10,281 | (72) | 10,209 |
| Comprehensive income | - | (3,487) | 12,756 | 1,012 | - | 10,281 | 467,113 | 477,394 | 7,385 | 484,779 |
| Dividends | - | - | - | - | - | - | (233,557) | (233,557) | (6,427) | (239,984) |
| Increase (decrease) in transfers and other changes (*) | - | - | - | - | - | - | - | - | - | - |
| Increase (decrease) in equity | - | (3,487) | 12,756 | 1,012 | - | 10,281 | 233,556 | 243,837 | 958 | 244,795 |
| Equity as of December 31, 2013 | 477,386 | (3,817) | (3,766) | (1,231) | (1,677) | (10,491) | 1,909,725 | 2,376,620 | 55,621 | 2,432,241 |

(*) Mainly corresponds to the effect of tax rate (see note 28).

The accompanying notes form an integral part of these consolidated financial statements.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 1 Identification and activities of the Company and Subsidiaries

1.1 Historical background

Sociedad Química y Minera de Chile S.A. "SQM" is an open stock corporation organized under the laws of the Republic of Chile, Tax Identification No. 93.007.000-9.

The Company was incorporated through a public deed dated June 17, 1968 by the notary public of Santiago Mr. Sergio Rodríguez Garcés. Its existence was approved by Decree No. 1,164 of June 22, 1968 of the Ministry of Finance, and it was registered on June 29, 1968 in the Registry of Commerce of Santiago, on page 4,537 No. 1,992. SQM's headquarters are located at El Trovador 4285, Fl. 6, Las Condes, Santiago, Chile. The Company's telephone number is +56 2 2425-2000.

The Company is registered with the Securities Registry of the Chilean Superintendence of Securities and Insurance (SVS) under No. 0184 dated March 18, 1983 and is subject to the inspection of the SVS.

1.2 Main domicile where the Company performs its production activities

The Company's main domiciles are: Calle Dos Sur plot No. 5 - Antofagasta; Arturo Prat 1060 - Tocopilla; Administración Building w/n - Maria Elena; Administración Building w/n Pedro de Valdivia - María Elena, Anibal Pinto 3228 - Antofagasta, Kilometer 1378 Ruta 5 Norte Highway - Antofagasta, Coya Sur Plant w/n - Maria Elena, kilometer 1760 Ruta 5 Norte Highway - Pozo Almonte, Salar de Atacama, potassium chloride plant s/n - San Pedro de Atacama, potassium sulfate plant at Salar de Atacama s/n - San Pedro de Atacama, mining works at Salar de Ascotán Region II of Chile, Minsal Mining Camp s/n CL Plant CL, Potassium - San Pedro de Atacama.

1.3 Codes of main activities

The codes of the main activities as established by the Chilean Superintendence of Securities and Insurance are as follows:

-1700 (Mining)

-2200 (Chemical products)

-1300 (Investment)

1.4 Description of the nature of operations and main activities

Our products are mainly derived from mineral deposits found in northern Chile. We mine and process caliche ore and brine deposits. The caliche ore in northern Chile contains the only known nitrate and iodine deposits in the world and is the world's largest commercially exploited source of natural nitrates. The brine deposits of the Salar de Atacama, a salt-encrusted depression within the Atacama Desert in northern Chile, contain high concentrations of lithium and potassium as well as significant concentrations of sulfate and boron.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 1 Identification and Activities of the Company and Subsidiaries (continued)

1.4 Description of the nature of operations and main activities, continued

From our caliche ore deposits located in the north of Chile, we produce a wide range of nitrate-based products used for specialty plant nutrients and industrial applications, as well as iodine and iodine derivatives. At the Salar de Atacama, we extract brines rich in potassium, lithium, sulfate and boron in order to produce potassium chloride, potassium sulfate, lithium solutions, boric acid and bischofite (magnesium chloride). We produce lithium carbonate and lithium hydroxide at our plant near the city of Antofagasta, Chile, from the solutions brought from the Salar de Atacama. We market all of these products through an established worldwide distribution network.

We sell our products in over 100 countries worldwide through our global distribution network and generate our revenue mainly from abroad.

Our products are divided into six categories: specialty plant nutrition, iodine and its derivatives, lithium and its derivatives, industrial chemicals, potassium and other products and services, described as follows:

Specialty plant nutrition: SQM produces and sells four types of specialty plant nutrition in this line of business: potassium nitrate, sodium nitrate, sodium potassium nitrate, and specialty blends. This business is characterized by being closely related to its customers for which it has specialized staff who provide expert advisory in best practices for fertilization according to each type of crop, soil and climate. Within this type of business, potassium derivative products and especially potassium nitrate have had a leading role given the contribution they make to develop crops, thereby ensuring longer post-harvest crop duration, in addition to improving fruit quality, flavor and color. Potassium nitrate, which is sold in multiple formats and as a part of other specialty blends, is complemented by sodium nitrate, potassium sodium nitrate, and more than 200 fertilizer blends.

Iodine: The Company is a major producer of iodine at worldwide level. Iodine is widely used in the pharmaceutical industry, technology and nutrition. Additionally, iodine is used as X ray contrast media and polarizing film for LCD displays.

Lithium: the Company's lithium is mainly used for manufacturing rechargeable batteries for cell phones, cameras and notebooks. Through the manufacturing of lithium-based products, SQM provides significant materials to face great challenges such as the efficient use of energy and raw materials. Lithium is not only used for rechargeable batteries and in new technologies for vehicles propelled by electricity, but is also used in industrial applications to lower melting temperature and to help saving costs and energy.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 1 Identification and Activities of the Company and Subsidiaries (continued)

1.4 Description of the nature of operations and main activities, continued

Industrial Chemicals: Industrial chemicals are products used as supplies for a number of production processes. SQM has operated in this market for more than 30 years producing sodium nitrate, potassium nitrate, boric acid and potassium chloride. Industrial nitrates have increased their importance over the last few years due to their use as storage means for thermal energy at solar energy plants, which are widely used in countries such as Spain and the United States, which seek to decrease their CO₂ emissions.

Potassium: Potassium is one of the three macronutrients that a plant needs to develop. Although potassium does not form part of a plant's structure, it is essential to the development of its basic functions, validating the quality of a crop, increasing post-crop life, improving the crop's flavor, vitamin content and physical appearance. Within this business line, SQM sells potassium chloride and potassium sulfate, both extracted from the Salar de Atacama.

Other products and services: This business line includes revenue from commodities, services, interests, royalties and dividends.

1.5 Other background

Staff

As of December 31, 2014 and December 31, 2013, staff was detailed as follows:

| | 12/31/2014 | 12/31/2013 |
|-----------------|-------------------|-------------------|
| Permanent staff | 4,800 | 4,792 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 1 Identification and Activities of the Company and subsidiaries (continued)**1.5 Other background, continued****Main shareholders**

The table below establishes certain information about the beneficial property of Series A and Series B shares of SQM as of December 31, 2014 and December 31, 2013. In respect to each shareholder which has interest of more than 5% of outstanding Series A or B shares. The information below is taken from our records and reports controlled in the Central Securities Depository and reported to the Superintendence of Securities and Insurance (SVS) and the Chilean Stock Exchange, whose main shareholders are as follows:

| Shareholder as of December 31, 2014 | No. of Series A shares owned | % of Series A shares | No. of Series B shares owned | % of Series B shares | % of total shares |
|--|------------------------------|----------------------|------------------------------|----------------------|-------------------|
| The Bank of New York Mellon, ADRs | - | - | 61,894,725 | 51.42 % | 23,52 % |
| Sociedad de Inversiones Pampa Calichera S.A.(*) | 44,803,531 | 31.37 % | 7,007,688 | 5.82 % | 19,69 % |
| Inversiones El Boldo Limitada | 29,330,326 | 20.54 % | 17,963,546 | 14.92 % | 17,97 % |
| Inversiones RAC Chile Limitada | 19,200,242 | 13.44 % | 2,202,773 | 1.83 % | 8,13 % |
| Potasios de Chile S.A.(*) | 18,179,147 | 12.73 % | - | - | 6,91 % |
| Inversiones PCS Chile Limitada | 15,526,000 | 10.87 % | - | - | 5,90 % |
| Inversiones Global Mining (Chile) Limitada (*) | 8,798,539 | 6.16 % | - | - | 3,34 % |
| Banco de Chile on behalf of non-resident third parties | - | - | 5,795,818 | 4.81 % | 2,20 % |
| Banco Itau on behalf of investors | 20,950 | 0.01 % | 5,412,076 | 4.50 % | 2,06 % |
| Inversiones La Esperanza Limitada | 3,711,598 | 2.60 % | - | - | 1,41 % |

(*) Total Pampa Group 29.94%

| Shareholder as of December 31, 2013 | No. of Series A shares owned | % of Series A shares | No. of Series B shares owned | % of Series B shares | % of total shares |
|---|------------------------------|----------------------|------------------------------|----------------------|-------------------|
| The Bank of New York Mellon, ADRs | - | - | 56,302,367 | 46.77 % | 21.39 % |
| Sociedad de Inversiones Pampa Calichera S.A.(*) | 44,758,830 | 31.34 % | 6,971,799 | 5.79 % | 19.65 % |
| Inversiones El Boldo Limitada | 29,225,196 | 20.46 % | 18,028,676 | 14.98 % | 17.95 % |
| Inversiones RAC Chile Limitada | 19,200,242 | 13.44 % | 2,202,773 | 1.83 % | 8.13 % |
| Potasios de Chile S.A.(*) | 18,179,147 | 12.73 % | - | - | 6.91 % |
| BTG Pactual Chile S.A. C de B | 15,593,709 | 10.92 % | 797,393 | 0.66 % | 6.23 % |

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| | | | | | | | |
|--|-----------|------|---|-----------|------|------|--------|
| Inversiones Global Mining (Chile) Limitada (*) | 8,798,539 | 6.16 | % | - | - | 3.34 | % |
| Banco Itau on behalf of investors | 20,950 | 0.01 | % | 5,428,234 | 4.51 | % | 2.07 % |
| Banco de Chile on behalf of non-resident third parties | - | - | | 5,234,823 | 4.35 | % | 1.99 % |
| Inversiones La Esperanza Limitada | 3,693,977 | 2.59 | % | - | - | 1.40 | % |

(*) Total Pampa Group 29.90%

On December 31, 2014 the total number of shareholders was 1,285.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements

2.1 Accounting period

These consolidated financial statements cover the following periods:

-Consolidated Statements of Financial Position for the years ended December 31, 2014 and December 31, 2013.

-Consolidated Statements of Changes in Equity for the years ended December 31, 2014 and 2013.

-Consolidated Statements of Comprehensive Income for the periods between January and December 31, 2014 and 2013.

-Statements of Direct-Method Cash Flows for the years ended December 31, 2014 and 2013.

2.2 Financial statements

The consolidated financial statements of Sociedad Química y Minera de Chile S.A. and Subsidiaries, have been prepared in accordance with International Financial Reporting Standards (hereinafter “IFRS”) and represent the full, explicit and unreserved application of the aforementioned international standards issued by the International Accounting Oversight Board (IASB). As of September the only instruction issued by the Chilean Superintendence of Securities and Insurance that contravenes IFRS refers to the particular recognition of the effect of deferred taxes.

On September 26, 2014, Law No. 20.780 was enacted and published on September 29, 2014, which introduces amendments to the tax system in Chile referred to income taxes, among other matters. On October 17, 2014, the Chilean Superintendence of Securities and Insurance issued Circular No. 856 which required that the adjustment of deferred tax assets and liabilities generated as a direct effect of an increase in the corporate income tax rate provided by Law 20.780 (the Tax Reform) will be made against equity and not as required by IAS 12. Notes 3.38 and 28.5 provide a detail of criteria used and impacts related to the recording of the effects resulting from such tax reform and the application of the aforementioned Circular.

These consolidated financial statements reflect fairly the Company’s equity and financial position and the results of its operations, changes in the statement of recognized revenue and expenses and cash flows, which have occurred during the periods then ended.

IFRS establish certain alternatives for their application. Those applied by the Company and its subsidiaries are included in detail in this Note.

The accounting policies used in the preparation of these consolidated annual and interim accounts comply with each IFRS in force at their date of presentation. Certain reclassifications have been made for comparative purposes.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements (continued)

2.3 Basis of measurement

The consolidated financial statements have been prepared on the historical cost basis except for the following material items:

- Inventories are recorded at the lower of cost and net realizable value.
- Other current and non-current asset and financial liabilities at amortized cost.
- Financial derivatives at fair value; and
- Staff severance indemnities and pension commitments at actuarial value.

2.4 Accounting pronouncements

New accounting pronouncements

a) The following standards, interpretations and amendments are mandatory for the first time for annual periods beginning on January 1, 2014:

Standards and interpretations

Mandatory for annual periods beginning on

IFRIC 21 “Levies”-Issued in May 2013. Indicates the accounting treatment for a liability to pay a levy if such levy falls within the scope of IAS 37. It proposes that the liability be recognized when the obligation triggering event occurs and payment cannot be avoided. The obligation triggering event will be established in the related legislation and may occur at a given date or gradually over time. Early adoption is permitted. 01/01/2014

Amendments

Mandatory for annual periods beginning on

Amendment to IAS 32 “Financial Instruments: Presentation”- On the offsetting of financial assets and financial liabilities. Issued in December 2011. It clarifies the requirements for the offsetting of financial assets and financial liabilities in the Statement of financial position. Early adoption is permitted. 01/01/2014

Amendment to IAS 27 “Separate Financial Statements”, IFRS 10 “Consolidated Financial Statements” and IFRS 12 “Disclosure of Interests in Other Entities”-Issued in October 2012. The amendments include the definition of an investment entity and provide an exception for the consolidation of certain subsidiaries of entities meeting the definition for an “investment entity”. The amendments also introduce new disclosure requirements relative to investment entities in IFRS 12 and IAS 27. 01/01/2014

Amendment to IAS 36 “Impairment of assets”- Issued in May 2013. It amends the disclosure of the recoverable amount of non-financial assets aligning them to the requirements of IFRS 13. Early adoption is permitted. 01/01/2014

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation of the consolidated financial statements (continued)

2.4 Accounting pronouncements, continued

| Amendments | Mandatory for annual periods beginning on |
|--|--|
| <p>Amendment to IAS 39 “Financial Instruments: Recognition and Measurement” – on the novation of derivatives and hedge accounting – Published in June 2013. It establishes certain conditions that must be met for the novation of derivatives to allow the continuance of hedge accounting; this in order to avoid novations that are the result of laws and regulations affecting the financial statements. Early adoption is permitted.</p> | 01/01/2014 |

The adoption of the standards, amendments and interpretations described above have no significant impact on the Company’s consolidated financial statements.

b) New amendments, interpretations and amendments issued, not effective for 2014, which the Company has not adopted early are as follows:

| Standards and interpretations | Mandatory for annual periods beginning on |
|---|--|
| <p>IFRS 9 “Financial Instruments”- Published in July 2014. The IASB has issued the full version of IFRS 9, which supersedes the application guidance in IAS 39. This final version includes requirements on the classification and measurement of financial assets and financial liabilities and an expected credit losses model that replaces the incurred loss impairment model used today. The final hedging part of IFRS 9 was issued in November 2013. Early adoption is permitted.</p> | 01/01/2018 |
| <p>IFRS 15 “Revenue from Contracts with Customers”-Published in May 2014. This standard establishes the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing, and uncertainty of revenue and cash flows arising from a contract with a customer. For such purposes, the basic principle is that an entity will recognize revenue representing the transfer of goods or services to customers in an amount that reflects the consideration that the entity expects to receive in exchange for such goods or services. The application of this standard will replace IAS 11 Construction Contracts and IAS 18 Revenue, as well as IFRIC 13 Customer Loyalty Programmes, IFRIC 15 Agreements for the Construction of Real Estate, IFRIC 18 Transfers of Assets from Customers and SIC 31 Revenue-Barter Transactions Involving Advertising Services. Early application is permitted.</p> | 01/01/2017 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 - Basis of presentation for the consolidated financial statements (continued)**2.4 Accounting pronouncements, continued**

| Amendments and improvements | Mandatory for annual periods beginning on |
|---|--|
| Amendment of IAS 19 “Employee Benefits” on defined benefit plans – Issued in November 2013. This amendment applies to employee or third party contributions in defined benefit plans. Amendments are intended to simplify the accounting for contributions that are independent of the number of years of service of employees; e.g., contributions by employees that are calculated in accordance with a fixed percentage of the employee’s salary. | 01/07/2014 |
| Amendment to IFRS 11 “Joint Arrangements” – on the acquisition of interest in a joint operation – Issued in May 2014. This amendment includes guidance relates to the method for accounting for an acquisition of an interest in a joint operation in which the activity constitutes a business, specifying the proper treatment for such acquisitions. | 01/01/2016 |
| Amendment to IAS 16 “Property, Plant and Equipment” and IAS 38 “Intangible Assets” on depreciation and amortization – Issued in May 2014. The amendments clarify that a depreciation method that is based on revenue that is generated by an activity that includes the use of an asset is not appropriate because revenue generated by such an activity in general reflects other factors other than the use of the economic benefits embedded in the asset. Likewise, the amendments clarify that a revenue-based amortization method is inappropriate to measure the use of the economic benefits embedded in the intangible asset. | 01/01/2016 |
| Amendments to IAS 16 “Property, Plant and Equipment” and IAS 41 “Agriculture” on bearer plants – Issued in June 2014. These amendments modify the financial information for “bearer plants”, such as vineyards, rubber wood tree and oil palm. The amendments define the concept of “bearer plant” and establish that they should be accounted for in the same way as property, plant and equipment because their operation is similar to that of manufacturing. Consequently, the amendments include them within the scope of IAS 16, instead of IAS 41. The produce growing on bearer plants will remain within the scope of IAS 41. Early adoption is permitted. | 01/01/2016 |
| Amendments to IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures”- Issued in September 2014. This amendment addresses an inconsistency between the requirements of IFRS 10 and IAS 28 for the treatment of a sale or contribution of assets between an investor and its associate or joint venture. The main consequence of this amendment is the recognition of a full gain or loss when the transaction involves a business (whether or not in a subsidiary) and a partial gain or loss when the transaction involves assets that are not a business, even if such assets are in a subsidiary | 01/01/2016 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation of the consolidated financial statements (continued)**2.4 Accounting pronouncements, continued**

| Amendments and improvements | Mandatory for annual periods beginning on |
|---|--|
| <p>Amendment to IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures” - Issued in December 2014. The amendment clarifies the application of the exception from consolidation for investment entities and its subsidiaries. The amendment to IFRS 10 clarifies on the exception on consolidation available for entities in group structures that include investment entities. The amendment to IAS 28 allows an entity that is not an investment entity, but has an interest in an associated or joint venture that is an investment entity, an option of accounting policy in the application of the equity method. The entity may opt for maintaining measurement at fair value applied by the associate or joint venture that is an investment entity or, consolidating at investment entity level (associate or joint venture). Early adoption is permitted.</p> | 01/01/2016 |
| <p>Amendment to IAS 1 “Presentation of Financial Statements”- Issued in December 2014. This amendment clarifies the application guidance of IAS 1 on materiality and aggregation, presentation of subtotals, structure of the financial statements and disclosure of accounting policies. The amendments are part of the IASB’s Initiative on Disclosures. Early adoption is permitted.</p> | 01/01/2016 |
| <p><i>Improvements to Information Financial Reporting Standards (2012)</i> Issued in December 2013</p> | Mandatory for annual periods beginning on |
| <p>IFRS 2 “Share-based Payment” – It clarifies the definition of “vesting conditions and “market conditions” and defines separately “performance conditions” and “service conditions.” Such an amendment should be applied prospectively on share-based payment transactions whose grant date is July 1, 2014 or after. Early adoption is permitted.</p> | 07/01/2014 |
| <p>IFRS 3, "Business Combinations" – The standard is modified to clarify that the obligation to pay a contingent consideration that meets the definition of a financial instrument is classified as a financial liability or equity, on the basis of the definitions in IAS 32, "Financial Instruments: Presentation." The standard was additionally amended to clarify that all non-equity contingent consideration, both financial and non-financial, is measured at its fair value at each reporting date recognizing changes in fair value in profit or loss. Consequently, there are also changes to IFRS 9, IAS 37 and IAS 39. The amendment is applicable prospectively for business combinations the acquisition date of which is July 1, 2014 or after. Early adoption is permitted provided that amendments to IFRS 9 and IAS 37 also issued as part of the 2012 improvements plan are also applied.</p> | |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements (continued)

2.4 Accounting pronouncements, continued

Improvements to International Financial Reporting Standards (2012)
Issued in December 2013.

**Mandatory for annual
periods beginning on**

IFRS 8 “Operating Segments” – The standard is amended to include the requirement to disclose the judgments made by management in the aggregation of operating segments. The standard was additionally modified to require a reconciliation of assets of the segments to assets of an entity, when assets are reported by segment. Early adoption is permitted.

IFRS 13 "Fair Value Measurement" – IASB has modified the basis for conclusions of IFRS 13 to clarify that it did not intend to eliminate the ability to measure short-term receivables and payables at nominal amounts if the effect of not adjusting is not significant.

07/01/2014

IAS 16 "Property, Plant and Equipment" and IAS 38, "Intangible Assets" – Both standards are amended to clarify the treatment of the gross carrying amount and accumulated depreciation when an entity uses the revaluation model. Early adoption is permitted.

IAS 24 "Related party Disclosures" – The standard is modified to include, as related party, an entity that provides key management personnel services to the reporting entity of the Parent of the reporting entity (“the managing entity”). Early adoption is permitted.

Improvements to International Financial Reporting Standards (2013)
Issued in December 2013

**Mandatory for
annual periods
beginning on**

IFRS 1 “First-time Adoption of International Financial Reporting Standards” – It clarifies that when a new version of a standard is not yet mandatory but is available for early adoption, a first-time adopter of IFRS may opt to apply the older or new version of the standard, provided that the same standard is applied to all periods presented.

IFRS 3 “Business Combinations” – The standard is modified to clarify that IFRS 3 is not applicable to the accounting recognition of the formation of a new joint arrangement under IFRS 11. This amendment also clarifies that only the scope exemption is applied to the financial statements of the

joint arrangement.

IFRS 13 “Fair Value Measurement” – It clarifies that the portfolio exception in IFRS 13, that allows an entity to measure the fair value of a group of financial assets and financial liabilities as at their net amount, applies to all contracts (including non-financial contracts) within the scope of IAS 39 or IFRS 9. An entity must apply the amendments prospectively from the start of the first annual period in which IFRS 13 is applied.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements (continued)

2.4 Accounting pronouncements, continued

Improvements to International Financial Reporting Standards (2014)
Issued in September 2014

**Mandatory for annual
periods beginning on**

IFRS 7 "Financial Instruments: Disclosures"-This includes two amendments of IFRS 7. (1) Service contracts: If an entity transfers a financial asset to a third party in conditions that allow the transferor to derecognize the asset, IFRS 7 requires the disclosure of any type of continuing involvement that the entity may still have in the transferred assets. IFRS 7 provides guidance on what is understood as continuing involvement within this context. The amendment is prospective and can be applied retrospectively. This also affects IFRS 1 to provide the same option to the first-time adopters of IFRS. (2) Interim financial statements. The amendment clarifies that the additional disclosure required by amendments of IFRS 7 "Offsetting of financial assets and financial liabilities" is not specifically required for all interim periods unless required by IAS 34. Such amendment is retrospective.

01/01/2016

IAS 19 "Employee Benefits" – This amendment clarifies that in order to determine the discount rate for post-employment benefit obligations, the important aspect is the currency in which liabilities are denominated, not the country where they generate. The evaluation of whether a deep market exists for high-quality corporate bonds is based on corporate bonds in such currency, not in corporate bonds of a particular country. Likewise, where there is no deep market for high-quality corporate bonuses in such currency, government bonds in the related currency have to be used, Such amendment is retrospective but limited at the beginning of the first period presented.

The Company's management believes that the adoption of standards, amendments and interpretations described above are under evaluation and it is expected that they will not have a significant impact on the Consolidated Financial Statements of the Company.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements (continued)

2.5 Basis of consolidation

(a) Subsidiaries

Subsidiaries include all the entities over which Sociedad Química y Minera de Chile S.A. has control, defined as when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those variable returns through its power over the entity. Subsidiaries apply the same accounting policies of their Parent.

To account for acquisitions, the Company uses the acquisition method. Under this method the acquisition cost is the fair value of assets delivered, equity securities issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingencies assumed in a business combination are measured initially at fair value at the acquisition date. For each business combination, the Company will measure non-controlling interest of the acquiree either at fair value or as proportional share of net identifiable assets of the acquiree.

Companies included in consolidation:

| TAX ID No. | Foreign subsidiaries | Country of Origin | Functional currency | Ownership interest 12/31/2014 | |
|------------|--|-------------------|---------------------|-------------------------------|----------|
| | | | | Direct | Indirect |
| Foreign | Nitratos Naturais Do Chile Ltda. | Brazil | US\$ | 0.0000 | 100.0000 |
| Foreign | Nitrate Corporation Of Chile Ltd. | United Kingdom | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM North America Corp. | USA | US\$ | 40.0000 | 60.0000 |
| Foreign | SQM Europe N.V. | Belgium | US\$ | 0.5800 | 99.4200 |
| Foreign | Soquimich S.R.L. Argentina | Argentina | US\$ | 0.0000 | 100.0000 |
| Foreign | Soquimich European Holding B.V. | Netherlands | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Corporation N.V. | Dutch Antilles | US\$ | 0.0002 | 99.9998 |
| Foreign | SQI Corporation N.V. | Dutch Antilles | US\$ | 0.0159 | 99.9841 |
| Foreign | SQM Comercial De México S.A. de C.V. | Mexico | US\$ | 0.0013 | 99.9987 |
| Foreign | North American Trading Company | USA | US\$ | 0.0000 | 100.0000 |
| Foreign | Administración Y Servicios Santiago S.A. de C.V. | Mexico | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Peru S.A. | Peru | US\$ | 0.9800 | 99.0200 |
| Foreign | SQM Ecuador S.A. | Ecuador | US\$ | 0.0040 | 99.9960 |
| Foreign | SQM Nitratos Mexico S.A. de C.V. | Mexico | US\$ | 0.0000 | 100.0000 |
| Foreign | SQMC Holding Corporation L.L.P. | USA. | US\$ | 0.1000 | 99.9000 |
| Foreign | SQM Investment Corporation N.V. | Dutch Antilles | US\$ | 1.0000 | 99.0000 |
| Foreign | SQM Brasil Limitada | Brazil | US\$ | 1.0900 | 98.9100 |

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| | | | | | |
|---------|---|--------------|------|---------|----------|
| Foreign | SQM France S.A. | France | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Japan Co. Ltd. | Japan | US\$ | 1.0000 | 99.0000 |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | US\$ | 1.6700 | 98.3300 |
| Foreign | SQM Oceania Pty Limited | Australia | US\$ | 0.0000 | 100.0000 |
| Foreign | Rs Agro-Chemical Trading Corporation A.V.V. | Aruba | US\$ | 98.3333 | 1.6667 |
| Foreign | SQM Indonesia S.A. | Indonesia | US\$ | 0.0000 | 80.0000 |
| Foreign | SQM Virginia L.L.C. | USA | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Italia SRL | Italy | US\$ | 0.0000 | 100.0000 |
| Foreign | Comercial Caimán Internacional S.A. | Panama | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Africa Pty. | South Africa | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Lithium Specialties LLC | USA | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Iberian S.A. | Spain | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Agro India Pvt.Ltd. | India | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Beijing Commercial Co. Ltd. | China | US\$ | 0.0000 | 100.0000 |
| Foreign | SQM Thailand Limited | Thailand | US\$ | 0.0000 | 99.9960 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements (continued)**2.5 Basis of consolidation, continued**

| TAX ID No. | Domestic subsidiaries | Country of origin | Functional currency | Ownership interest 12/31/2014 | |
|--------------|---|-------------------|---------------------|-------------------------------|----------|
| | | | | Direct | Indirect |
| 96.801.610-5 | Comercial Hydro S.A. | Chile | US\$ | 0.0000 | 60.6383 |
| 96.651.060-9 | SQM Potasio S.A. | Chile | US\$ | 99.9999 | 0.0000 |
| 96.592.190-7 | SQM Nitratos S.A. | Chile | US\$ | 99.9999 | 0.0001 |
| 96.592.180-K | Ajay SQM Chile S.A. | Chile | US\$ | 51.0000 | 0.0000 |
| 86.630.200-6 | SQMC Internacional Ltda. | Chile | Ch\$ | 0.0000 | 60.6381 |
| 79.947.100-0 | SQM Industrial S.A. | Chile | US\$ | 99.0470 | 0.9530 |
| 79.906.120-1 | Isapre Norte Grande Ltda. | Chile | Ch\$ | 1.0000 | 99.0000 |
| 79.876.080-7 | Almacenes y Depósitos Ltda. | Chile | Ch\$ | 1.0000 | 99.0000 |
| 79.770.780-5 | Servicios Integrales de Tránsitos y Transferencias S.A. | Chile | US\$ | 0.0003 | 99.9997 |
| 79.768.170-9 | Soquimich Comercial S.A. | Chile | US\$ | 0.0000 | 60.6383 |
| 79.626.800-K | SQM Salar S.A. | Chile | US\$ | 18.1800 | 81.8200 |
| 78.053.910-0 | Proinsa Ltda. | Chile | Ch\$ | 0.0000 | 60.5800 |
| 76.534.490-5 | Sociedad Prestadora de Servicios de Salud Cruz del Norte S.A. | Chile | Ch\$ | 0.0000 | 100.0000 |
| 76.425.380-9 | Exploraciones Mineras S.A. | Chile | US\$ | 0.2691 | 99.7309 |
| 76.064.419-6 | Comercial Agrorama Ltda. | Chile | Ch\$ | 0.0000 | 42.4468 |
| 76.145.229-0 | Agrorama S.A. | Chile | Ch\$ | 0.0000 | 60.6377 |
| 76.359.919-1 | Orcoma Estudios SPA | Chile | US\$ | 51.0000 | - |
| 76.360.575-2 | Orcoma SPA | Chile | US\$ | 100.0000 | - |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 2 Basis of presentation for the consolidated financial statements (continued)

2.5 Basis of consolidation, continued

Subsidiaries are consolidated using the line-by-line method, adding the items that represent assets, liabilities, revenues, and expenses of similar content, and eliminating those related to intragroup transactions.

Profit or loss of depending companies acquired or disposed of during the year are included in profit or loss accounts consolidated from the effective date of acquisition or up to the effective date of disposal, as applicable.

Non-controlling interest represents the equity of a subsidiary not directly or indirectly attributable to the Parent.

2.6 Significant accounting judgments, estimates and assumptions

Management of Sociedad Química y Minera de Chile S.A. and its subsidiaries is responsible for the information contained in these consolidated financial statements, which expressly indicate that all the principles and criteria included in IFRSs, as issued by the International Accounting Standards Board (IASB), have been applied in full (with the exception of SVS Bulletin No. 856).

In preparing the consolidated financial statements of Sociedad Química y Minera de Chile S.A. and its subsidiaries, Management has made judgments and estimates to quantify certain assets, liabilities, revenues, expenses and commitments included therein. Basically, these estimates refer to:

- The useful lives of property, plant and equipment, and intangible assets and their residual value;
- Impairment losses of certain assets, including trade receivables;

Assumptions used in calculating the actuarial amount of pension-related and severance indemnity payment benefit commitments;

- Provisions for commitments assumed with third parties and contingent liabilities;

Provisions on the basis of technical studies that cover the different variables affecting products in stock (density and moist, among others), and allowance for slow-moving spare-parts in stock;

- Future cost for closure of mining sites;
- The determination of the fair value of certain financial assets and derivative instruments;
- The determination and assignment of fair values in business combinations.

Despite the fact that these estimates have been made on the basis of the best information available on the date of preparation of these consolidated financial statements, certain events may occur in the future and oblige their amendment (upwards or downwards) over the next few years, which would be made prospectively, recognizing the effects of the change in estimates in the related future consolidated financial statements.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies

3.1 Classification of balances as current and non-current

In the attached consolidated statement of financial position, balances are classified in consideration of their remaining recovery (maturity) dates; i.e., those maturing on a date equal to or lower than twelve months are classified as current and those with maturity dates exceeding the aforementioned period are classified as non-current.

The exception to the foregoing relates to deferred taxes, which are classified as non-current, regardless of the maturity they have.

3.2 Functional and presentation currency

The Company's consolidated financial statements are presented in United States dollars ("U.S. dollars" or "US\$"), which is the Company's functional and presentation currency and is the currency of the main economic environment in which it operates.

Consequently, the term foreign currency is defined as any currency other than the U.S. dollar.

The consolidated financial statements are presented in thousands of United States dollars without decimals.

3.3 Foreign currency translation

(a) Domestic entities:

Assets and liabilities denominated in Chilean pesos and other currencies other than the functional currency (U.S. dollar) as of December 31, 2014 and December 31, 2013 have been translated to U.S. dollars at the exchange rates prevailing at those dates. The corresponding Chilean pesos were converted at Ch\$606.75 per US\$1.00 as of December 31, 2014, and Ch\$524.61 per US\$1.00 as of December 31, 2013.

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The values of the UF (a Chilean peso-denominated, inflation-indexed monetary unit) used to convert the UF-denominated assets and liabilities as of December 31, 2014 amounted to Ch\$24,627.1 (US\$40.59), and as of December 31, 2013 amounted to Ch\$23,309.56 (US\$44.43).

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.3 Foreign currency translation, continued

(b) Foreign entities:

The conversion of the financial statements of foreign companies with functional currency other than U.S. dollars is performed as follows:

- Assets and liabilities using the exchange rate prevailing on the closing date of the consolidated financial statements.
- Statement of income account items using the average exchange rate for the year.
- Equity accounts are stated at the historical exchange rate prevailing at the acquisition date.

Foreign currency translation differences which arise from the conversion of financial statements are recorded in the account "Foreign currency translation differences," within equity.

The exchange rates used to translate the monetary assets and liabilities expressed in foreign currency at the closing date of each period in respect to the U.S. dollar are detailed as follows:

| | 12/31/2014 | 12/31/2013 |
|--------------------|------------|------------|
| | US\$ | US\$ |
| Brazilian real | 2.65 | 2.34 |
| New Peruvian sol | 2.97 | 2.75 |
| Argentine peso | 8.45 | 6.48 |
| Japanese yen | 120.55 | 105.39 |
| Euro | 0.82 | 0.73 |
| Mexican peso | 14.74 | 13.07 |
| Australian dollar | 0.82 | 1.12 |
| Pound Sterling | 0.64 | 0.61 |
| South African rand | 11.55 | 10.56 |
| Ecuadorian dollar | 1.00 | 1.00 |
| Chilean peso | 606.75 | 524.61 |
| UF | 40.59 | 44.43 |

(c) Transactions and balances

Non-monetary transactions in currencies other than the functional currency (U.S. dollar) foreign currencies are translated to the respective functional currencies of Group entities at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated to the functional currency at the exchange rate at that date. All differences are recorded in the statement of income except for all monetary items that provide effective hedge for a net investment in a foreign operation. These items are recognized in other comprehensive income on the disposal of the investment; at the time they are recognized in the statement of income. Charges and credits attributable to foreign currency translation differences on those hedge monetary items are also recognized in other comprehensive income.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.3 Foreign currency translation, continued

Non-monetary assets and liabilities that are measured at historical cost in a foreign currency are retranslated to the functional currency at the historical exchange rate of the transaction. Non-monetary items that are measured based on fair value in a foreign currency are translated using the exchange rate at the date on which the fair value is determined.

(d) Group entities

The revenue, expenses, assets and liabilities of all entities that have a functional currency other than the presentation currency are converted to the presentation currency as follows:

- Assets and liabilities are converted at the closing exchange rate prevailing on the reporting date.
- Revenues and expenses of each profit or loss account are converted at monthly average exchange rates.

All resulting foreign currency translation gains and losses are recognized as a separate component in translation reserves.

In consolidation, foreign currency differences arising from the translation of a net investment in foreign entities are recorded in equity (other reserves). At the date of disposal, such foreign currency translation differences are recognized in the statement of income as part of the gain or loss from the sale.

3.4 Subsidiaries

SQM S.A. establishes, as basis, the control exercised in subsidiaries, to determine their share in the consolidated financial statements. Control consists of the Company's ability to exercise power in the subsidiary, exposure, or right, to variable performance from its share in the investee and the ability to use its power on the investee to have an influence on the amount of the investor's performance.

The Company prepares the consolidated financial statements using consistent accounting policies for the entire Group, the consolidation of a subsidiary commences when the Company has control over the subsidiary and stops when

control ceases.

3.5 Consolidated statement of cash flows

Cash equivalents correspond to highly-liquid short-term investments that are easily convertible in known amounts of cash. They are subject to insignificant risk of changes in their value and mature in less than three months from the date of acquisition of the instrument.

For purposes of the statement of cash flows, cash and cash equivalents comprise cash and cash equivalents as defined above.

The statement of cash flows includes movements in cash performed during the year, determined using the direct method.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.6 Financial assets

Management determines the classification of its financial assets at the time of initial recognition, (on the basis of the business model) for the management of financial assets and the characteristics of contractual cash flows from the financial assets. In accordance with IFRS 9, financial assets are measured initially at fair value plus transaction costs that may have been incurred and are directly attributable to the acquisition of the financial asset. Subsequently, financial assets are measured at amortized cost or fair value.

The Company assesses, at each reporting date, whether there is objective evidence that an asset or group of assets is impaired. An asset or group of financial assets is impaired if and only if there is evidence of impairment as a result of one or more events occurring after the initial recognition of the asset or group of assets. For the recognition of impairment, the loss event has to have an impact on the estimate of future cash flows from the asset or groups of financial assets.

3.7 Financial liabilities

Management determines the classification of its financial liabilities at the time of initial recognition. As established in IFRS 9, financial liabilities at the time of initial recognition are measured at fair value, less transaction costs that may have been incurred and are directly attributable to the issue of the financial liability. Subsequently, these are measured at amortized cost using the effective interest method. For financial liabilities that have been initially recognized at fair value through profit or loss, these will be measured subsequently at fair value.

3.8 Financial instruments at fair value through profit or loss

Management will irrevocably determine, at the time of initial recognition, the designation of a financial instrument at fair value through profit or loss. By doing so, this eliminates and/or significantly reduces measurement or recognition inconsistency that would otherwise have arisen from the measurement of assets or liabilities or from the recognition of gains and losses from them on different bases.

3.9 Financial instrument offsetting

The Company offsets an asset and liability if and only if it presently has a legally enforceable right of setting off the amounts recognized and has the intent of settling for the net amount of realizing the asset and settling the liability simultaneously.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.10 Reclassification of financial instruments

At the time when the Company changes its business model for managing financial assets, it will reclassify the financial assets affected by the new business model.

For financial liabilities these could not be reclassified.

3.11 Derivative and hedging financial instruments

Derivatives are recognized initially at fair value as of the date on which the derivatives contract is signed and, subsequently, are assessed at fair value. The method for recognizing the resulting gain or loss depends on whether the derivative has been designated as an accounting hedge instrument and, if so, it depends on the type of hedging, which may be as follows:

(a) Fair value hedge of assets and liabilities recognized (fair value hedges);

(b) Hedging of a single risk associated with an asset or liability recognized or a highly possible foreseen transaction (cash flow hedge).

At the beginning of the transaction, the Company documents the relationship existing between hedging instruments and those items hedged, as well as their objectives for risk management purposes and the strategy to conduct different hedging operations.

The Company also documents its evaluation both at the beginning and at the end of each period if derivatives used in hedging transactions are highly effective to offset changes in the fair value or in cash flows of hedged items.

The fair value of derivative instruments used for hedging purposes is shown in Note 10.3 (hedging assets and liabilities). Changes in the cash flow hedge reserve are classified as a non-current asset or liability if the remaining expiration period of the hedged item is higher than 12 months, and as a current asset or liability if the remaining expiration period of the entry is lower than 12 months.

Investing derivatives are classified as a current asset or liability, and the change in their fair value is recognized directly in profit or loss.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.11 Derivative and hedging financial instruments, continued

(a) Fair value hedge

The change in the fair value of a derivative is recognized with a debit or credit to profit or loss, as applicable. The change in the fair value of the hedged entry attributable to hedged risk is recognized as part of the carrying value of the hedged entry and is also recognized with a debit or credit to profit or loss.

For fair value hedges related to items recorded at amortized cost, the adjustment of the fair value is amortized against profit or loss during the period, through maturity. Any adjustment to the carrying value of a hedged financial instrument, for which the effective rate is used, is amortized with a debit or credit to profit or loss at its fair value, attributable to the risk being covered.

If the hedged entry is derecognized, the fair value not amortized is immediately recognized with a debit or credit to profit or loss.

(b) Cash flow hedges

The effective portion of gains or losses from the hedge instrument is initially recognized with a debit or credit to other comprehensive income, whereas any ineffective portion is immediately recognized with a debit or credit to profit or loss, as applicable.

Amounts taken to equity are transferred to profit or loss when the hedged transaction affects profit or loss, as when the hedged interest income or expense is recognized when a projected sale occurs. When the hedged entry is the cost of a non-financial asset or liability, amounts taken to other reserves are transferred to the initial carrying value of the non-financial asset or liability.

Should the expected firm transaction or commitment no longer be expected to occur, the amounts previously recognized in equity are transferred to profit or loss. If a hedge instrument expires, is sold, finished, or exercised without any replacement, or if a rollover is performed or if its designation as hedging is revoked, the amounts previously recognized in other reserves are maintained in equity until the expected firm transaction or commitment occurs.

3.12 Derecognition of financial instruments

In accordance with IFRS 9, the Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred; and the control of the financial assets has not been retained.

The Company derecognizes a financial liability when its contractual obligations or a part of these are discharged, paying to the creditor or its legally extinguished entity the primary responsibility for the liability.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.13 Derivative financial instruments

The Company maintains derivative financial instruments to hedge its exposure to foreign currencies. Derivative financial instruments are recognized initially at fair value; attributable transaction costs are recognized when incurred. Subsequent to initial recognition, changes in fair value of such derivatives are recognized in profit or loss as part of gains and losses.

The Company permanently assesses the existence of embedded derivatives, both in its contracts and financial instruments. As of December 31, 2014 and 2013, there are no embedded derivatives.

3.14 Fair value measurements

From the initial recognition, the Company measures its assets and liabilities at fair value plus or minus transaction costs incurred that are directly attributable to the acquisition of a financial asset or issuance of a financial liability.

3.15 Leases

(a) Lease - Finance lease

Leases are classified as finance leases when the Company holds substantially all the risks and rewards derived from the ownership of the asset. Finance leases are capitalized at the beginning of the lease, at the lower of the fair value of the leased asset or the present value of minimum lease payments.

Each lease payment is distributed between the liability and the interest expenses to obtain ongoing interest on the pending balance of debt. The respective lease obligations, net of interest expense, are included in other non-current liabilities. The interest element of finance cost is debited in the consolidated statement of income during the lease period so that a regular ongoing interest rate is obtained on the remaining balance of the liability for each year.

(b) Lease – Operating lease

Leases in which the lesser maintains a significant part of the risks and rewards derived from the ownership are classified as operating leases. Operating lease payments (net of any incentive received from the lesser) are debited to the statement of income or capitalized (as applicable) on a straight-line basis over the lease period.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.16 Deferred acquisition costs from insurance contracts

Acquisition costs from insurance contracts are classified as prepayments and correspond to insurance contracts in force, recognized using the straight-line method and on an accrual basis, and are recognized under other non-financial assets.

These are expensed considering the proportional period of time they cover, regardless of the related payment dates.

3.17 Trade and other receivables

Trade and other receivables relate to non-derivative financial assets with fixed and determinable payments and are not quoted in any active market. These arise from sales operations involving the products and/or services, of which the Company commercializes directly to its customers.

These assets are initially recognized at their fair value and subsequently at amortized cost according to the effective interest rate method, less a provision for impairment loss. An allowance for impairment loss is established for trade receivables when there is objective evidence that the Company will not be able to collect all the amounts which are owed to it, according to the original terms of receivables.

Implicit interest in installment sales is recognized as interest income when interest is accrued over the term of the operation.

3.18 Inventory measurement

The Company states inventories for the lower of cost and net realizable value. The cost price of finished products and products in progress includes the direct cost of materials and, when applicable, labor costs, indirect costs incurred to transform raw materials into finished products, and general expenses incurred in carrying inventories to their current location and conditions. The method used to determine the cost of inventories is weighted average cost.

Commercial discounts, rebates obtained, and other similar entries are deducted in the determination of the acquisition price.

The net realizable value represents the estimate of the sales price, less all finishing estimated costs and costs which will be incurred in commercialization, sales, and distribution processes.

The Company conducts an evaluation of the net realizable value of inventories at the end of each year, recording an estimate with a charge to income when these are overstated. When a situation arises whereby the circumstances, which previously caused the rebate to cease to exist, or when there is clear evidence of an increase in the net realizable value due to a change in the economic circumstances or prices of main raw materials, the estimate made previously is modified.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.18 Inventory measurement, continued

The valuation of obsolete, impaired or slow-moving products relates to their net estimated, net realizable value.

Provisions on the Company's inventories have been made based on a technical study which covers the different variables which affect products in stock (density and humidity, among others).

Raw materials, supplies and materials are recorded at the lower of acquisition cost or market value. Acquisition cost is calculated according to the average price method.

3.19 Investments in associates and joint ventures

Interests in companies on which joint control is exercised (joint venture) or where an entity has significant influence (associates) are recognized using the equity method of accounting. Significant influence is presumed to exist when interest greater than 20% is held in the capital of an investee.

Under this method, the investment is recognized in the statement of financial position at cost plus changes, subsequent to the acquisition, and considering the proportional share in the equity of the associate. For such purposes, the interest percentage in the ownership of the associate is used. The associated goodwill acquired is included in the carrying amount of the investee and is not amortized. The debit or credit to profit or loss reflects the proportional share in the profit or loss of the associate.

Unrealized gains for transactions with affiliates or associates are eliminated considering the interest percentage the Company has on such entities. Unrealized losses are also eliminated, except if the transaction provides evidence of impairment loss of the transferred asset.

Changes in the equity of associates are recognized considering the proportional amounts with a charge or credit to "Other reserves" and classified considering their origin.

Reporting dates of the associate, the Company and related policies are similar for equivalent transactions and events under similar circumstances.

In the event that the significant influence is lost or the investment is sold or is held as available for sale, the equity method is discontinued, suspending the recognition of proportional share of profit or loss.

If the resulting amount according to the equity method is negative, the share of profit or loss is reflected at zero value in the consolidated financial statements, unless a commitment exists by the Company to reinstate the Company's equity position, in which case the related provision for risks and expenses is recorded.

Dividends received by these companies are recorded by reducing the equity value, and the proportional share of profit or loss recognized in conformity with the share of equity are included in the consolidated profit or loss accounts in the caption "Equity share of profit (loss) of associates and joint ventures that are accounted for using the equity method of accounting".

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.20 Transactions with non-controlling interests

Non-controlling interests are recorded in the consolidated statement of financial position within equity separate from equity attributable to the owners of the Parent.

3.21 Related party transactions

Transactions between the Company and its subsidiaries are part of the Company's normal operations within its scope of business activities. Conditions for such transactions are those normally effective for those types of operations with regard to terms and market prices. Also, these transactions have been eliminated in consolidation. Expiration conditions for each case vary by virtue of the originating transaction.

3.22 Property, plant and equipment

Tangible property, plant and equipment assets are stated at acquisition cost, net of the related accumulated depreciation, amortization and impairment losses that they might have experienced.

In addition to the price paid for the acquisition of tangible property, plant and equipment, the Company has considered the following concepts as part of the acquisition cost, as applicable:

1. Accrued interest expenses during the construction period which are directly attributable to the acquisition, construction or production of qualifying assets, which are those that require a substantial period prior to being ready for use. The interest rate used is that related to the project's specific financing or, should this not exist, the average financing rate of the investor company.
2. The future costs that the Company will have to experience, related to the closure of its facilities at the end of their useful life, are included at the present value of disbursements expected to be required to settle the obligation.

Construction-in-progress is transferred to property, plant and equipment in operation once the assets are available for use and the related depreciation and amortization begins on that date.

Extension, modernization or improvement costs that represent an increase in productivity, ability or efficiency or an extension of the useful lives of property, plant and equipment are capitalized as a higher cost of the related assets. All the remaining maintenance, preservation and repair expenses are charged to expense as incurred.

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Note 3 Significant accounting policies (continued)

3.22 Property, plant and equipment, continued

The replacement of full assets, which increase the asset's useful life or its economic capacity, are recorded as a higher value of property, plant and equipment with the related derecognition of replaced or renewed elements.

Based on the impairment analysis conducted by the Company's management, it has been considered that the carrying value of assets does not exceed the net recoverable value of such assets.

Gains or losses which are generated from the sale or disposal of property, plant and equipment are recognized as income (or loss) in the period, and calculated as the difference between the asset's sales value and its net carrying value.

Costs derived from daily maintenance of property, plant and equipment are recognized when incurred.

3.23 Depreciation of property, plant and equipment

Property, plant and equipment are depreciated through the straight-line distribution of cost over the estimated technical useful life of the asset which is the period in which the Company expects to use the asset. When components of one item of property, plant and equipment have different useful lives, they are recorded as separate assets. Useful lives are reviewed on an annual basis.

The useful lives used for the depreciation and amortization of assets included in property, plant and equipment are presented below.

| Types of property, plant and equipment | Minimum life or rate | Maximum life or rate |
|--|----------------------|----------------------|
| Buildings | 3 | 60 |
| Plant and equipment | 3 | 35 |
| Information technology equipment | 3 | 10 |
| Fixtures and fittings | 3 | 35 |

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| | | |
|-------------------------------------|---|----|
| Motor vehicles | 5 | 10 |
| Other property, plant and equipment | 2 | 30 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.24 Goodwill

Goodwill acquired represents the excess in acquisition cost on the fair value of the Company's ownership of the net identifiable assets of the subsidiary on the acquisition date. Goodwill acquired related to the acquisition of subsidiaries is included in goodwill, which is subject to impairment tests every time consolidated financial statements are issued, and is stated at cost less accumulated impairment losses. Gains and losses related to the sale of an entity include the carrying value of goodwill related to the entity sold.

This intangible asset is assigned to cash-generating units with the purpose of testing impairment losses. It is allocated based on cash-generating units expected to obtain benefits from the business combination from which the aforementioned goodwill acquired arose.

3.25 Intangible assets other than goodwill

Intangible assets mainly relate to water rights, trademarks, and rights of way related to electric lines, development expenses, and computer software licenses.

(a) Water rights

Water rights acquired by the Company relate to water from natural sources and are recorded at acquisition cost. Given that these assets represent legal rights granted in perpetuity to the Company, they are not amortized, but are subject to annual impairment tests.

(b) Right of way for electric lines

As required for the operation of industrial plants, the Company has paid rights of way in order to install wires for the different electric lines in third party land. These rights are presented under intangible assets. Amounts paid are capitalized at the date of the agreement and charged to income, according to the life of the right of way.

(c) Computer software

Licenses for IT programs acquired are capitalized based on costs that have been incurred to acquire them and prepare them to use the specific program. These costs are amortized over their estimated useful lives.

Expenses related to the development or maintenance of IT programs are recognized as an expense as and when incurred. Costs directly related to the production of unique and identifiable IT programs controlled by the Group, and which will probably generate economic benefits that are higher than costs during more than a year, are recognized as intangible assets. Direct costs include expenses incurred for employees who develop IT programs and an adequate percentage of general expenses.

The costs of development for IT programs recognized as assets are amortized over their estimated useful lives.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.25 Intangible assets other than goodwill, continued

(d) Mining property and concession rights

The Company holds mining property and concession rights from the Chilean Government. Property rights are usually obtained with no initial cost (other than the payment of mining patents and minor recording expenses) and upon obtaining rights on these concessions, these are retained by the Company while annual patents are paid. Such patents, which are paid annually, are recorded as prepaid assets and amortized over the following twelve months. Amounts attributable to mining concessions acquired from third parties that are not from the Chilean Government are recorded at acquisition cost within intangible assets.

No impairment of intangible assets exists as of December 31, 2014 and December 31, 2013.

3.26 Research and development expenses

Research and development expenses are charged to profit or loss in the period in which the disbursement was made.

3.27 Prospecting expenses

The Company has mining property and concession rights from the Chilean Government and acquired from third parties other than the Chilean Government, destined to the exploitation of caliche ore and saltpeter deposits and also the exploration of this type of deposits.

Upon obtaining these rights, the Company initially records disbursements directly associated with the exploration and evaluation of deposits (associated with small deposits with trading feasibility) as asset at cost. Such disbursements include the following concepts:

- Disbursements for geological reconnaissance evaluation

- Disbursements for drilling

- Disbursements for drilling work and sampling
- Disbursements for activities related to technical assessment and trading feasibility of drilling work
- And any disbursement directly related to specific projects where its objective is finding mining resources.

Subsequently, the Company distinguishes exploration and evaluation projects according to the economic feasibility of the mineral extracted in the area or exploration, among those that finally will deliver future benefits to the Company (profitable projects) and those projects for which it is not probable that economic benefit will flow to the Company in the future (i.e., when the mine site has low ore grade and its exploitation is not economically profitable).

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.27 Prospecting expenses, continued

If technical studies determine that the ore grade is not economically suitable for exploitation, the asset is directly expensed. Otherwise, it is held in the caption "other non-current assets", reclassifying the portion related to the area to be exploited in the year in the caption inventories and such amount is amortized as production cost on the basis of estimated tons to be extracted.

The technical reasons for this classification correspond to the fact that this is an identifiable non-monetary asset that is owned to be used in the production of our processes as a main raw material.

Paragraph 17 of IFRS 6 establishes that an asset for exploitation and evaluation should be classified as such when it loses the technical feasibility and trading feasibility for extraction and, therefore, must be impaired. For this reason and because our disbursements correspond to proven reserves with a trading feasibility and used as main raw material in our production processes, these are presented as inventories that will be exploited within the commercial year and the remainder as development expenses for small deposits and prospecting expenses in the caption "other non-current assets".

3.28 Impairment of non-financial assets

Assets subject to depreciation and amortization are subject to impairment testing, provided that an event or change in the circumstances indicates that the amounts in the accounting records may not be recoverable. An impairment loss is recognized for the excess of the book value of the asset over its recoverable amount.

The recoverable amount of an asset is the higher between the fair value of an asset or cash generating unit ("CGU") less costs of sales and its value in use, and is determined for an individual asset unless the asset does not generate any cash inflows that are clearly independent from other assets or groups of assets.

When the carrying value of an asset exceeds its recoverable amount, the asset is considered an impaired asset and is reduced to its net recoverable amount.

In evaluating value in use, estimated future cash flows are discounted using a discount rate before taxes which reflects current market evaluation on the time value of money and specific asset risks.

An appropriate valuation model is used to determine the fair value less selling costs. These calculations are confirmed by valuation multiples, quoted share prices for subsidiaries quoted publicly or other available fair value indicators.

Impairment losses from continuing operations are recognized with a debit to profit or loss in the categories of expenses associated with the impaired asset function, except for properties reevaluated previously where the revaluation was taken to equity.

As of December 31, 2013, the Company was unaware of any indication of impairment with respect to its assets.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.28 Impairment of non-financial assets, continued

For assets other than acquired goodwill, an annual evaluation is conducted of whether there are impairment loss indicators recognized previously that might have already decreased or ceased to exist. The recoverable amount is estimated if such indicators exist. An impairment loss previously recognized is reversed only if there have been changes in estimates used to determine the asset's recoverable amount from the last time in which an impairment loss was recognized. If this is the case, the carrying value of the asset is increased to its recoverable amount. This increased amount cannot exceed the carrying value that would have been determined net of depreciation if an asset impairment loss would have not been recognized in prior years. This reversal is recognized with a credit to profit or loss unless an asset is recorded at the revalued amount. Should this be the case, the reversal is treated as an increase in revaluation.

3.29 Minimum dividend

As required by the Shareholders' Corporations Act, unless decided otherwise by the unanimous vote by the shareholders of subscribed and paid shares, a public company must distribute dividends as agreed by the shareholders at the General Shareholders' Meeting held each year with a minimum of 30% of its profit for the year ended December 31, 2014, except when the Company records unabsorbed losses from prior years.

However, the Company defines as policy the distribution of 50% of its profit for the year ended December 31, 2014.

3.30 Earnings per share

The net basic earnings per share amounts are calculated by dividing profit for the year attributable to ordinary owners of the parent by the weighted average number of ordinary shares outstanding during the year.

The Company has not conducted any type of operation of potential dilutive effect that assumes diluted earnings per share other than the basic earnings per share.

3.31 Trade and other payables

Trade and other payables are measured at fair value plus all costs associated with the transaction. Subsequently, these are carried at amortized cost using the effective interest rate method.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.32 Interest-bearing borrowings

At initial recognition, interest-bearing borrowings are measured at fair value. Subsequently, they are measured at amortized cost using the effective interest rate method. Amortized cost is calculated considering any premium or discount from the acquisition and includes costs of transactions which are an integral part of the effective interest rate.

These are recorded as non-current when their expiration period exceeds twelve months and as current when the term is lower than such term. Interest expense is calculated in the year in which they are accrued following a financial criterion.

3.33 Other provisions

Provisions are recognized when:

- The Company has a present obligation as the result of a past event.
- It is more likely than not that certain resources must be used, including benefits, to settle the obligation.
- A reliable estimate can be made of the amount of the obligation.

In the event that the provision or a portion of it is reimbursed, the reimbursement is recognized as a separate asset solely if there is certainty of income.

In the consolidated statement of income, the expense for any provision is presented net of any reimbursement.

Should the effect of the time value of money be significant, provisions are discounted using a discount rate before tax that reflects the liability's specific risks. When a discount rate is used, the increase in the provision over time is recognized as a finance cost.

The Company's policy is maintaining provisions to cover risks and expenses based on a better estimate to deal with possible or certain and quantifiable responsibilities from current litigation, compensations or obligations, pending expenses for which the amount has not yet been determined, collaterals and other similar guarantees for which the Company is responsible. These are recorded at the time the responsibility or the obligation that determines the compensation or payment is generated.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.34 Obligations related to employee termination benefits and pension commitments

Obligations with the Company's employees are in accordance with that established in the collective bargaining agreements in force, formalized through collective employment agreements and individual employment contracts, except for the United States that is regulated in accordance with employment plans in force up to 2002.

These obligations are valued using actuarial calculations, according to the projected unit credit method which considers such assumptions as the mortality rate, employee turnover, interest rates, retirement dates, effects related to increases in employees' salaries, as well as the effects on variations in services derived from variations in the inflation rate. This, considering criteria in force contained in the revised IAS 19.

Actuarial gains and losses that may be generated by variations in defined, pre-established obligations are directly recorded in profit or loss for the year and not within "other comprehensive income," considering their insignificant amount.

Actuarial losses and gains have their origin in departures between the estimate and the actual behavior of actuarial assumptions or in the reformulation of established actuarial assumptions.

The discount rate used by the Company for calculating the obligation was 5.5% for the periods ended December 31, 2014 and December 31, 2013.

The Company's subsidiary SQM North America has established pension plans for its retired employees that are calculated by measuring the projected obligation using a net salary progressive rate net of adjustments for inflation, mortality and turnover assumptions, deducting the resulting amounts at present value using a 6.5% interest rate for 2014 and 2013. The net balance of this obligation is presented under the non-current provisions for employee benefits.

3.35 Compensation plans

Compensation plans implemented through benefits in share-based payments settled in cash, which have been provided, are recognized in the financial statements at their fair value, in accordance with International Financial Reporting Standards No. 2 "Share-based Payments." Changes in the fair value of options granted are recognized with a

charge to payroll on a straight-line basis during the period between the date on which these options are granted and the payment date (see Note 16).

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.36 Revenue recognition

Revenue includes the fair value of considerations received or receivable for the sale of goods and services during performance of the Company's activities. Revenue is presented net of value added tax, estimated returns, rebates and discounts and after the elimination of sales among subsidiaries.

Revenue is recognized when its amount can be stated reliably. It is possible that the future economic rewards will flow to the entity and the specific conditions for each type of activity related revenue are complied with, as follows:

(a) Sale of goods

The sale of goods is recognized when the Company has delivered products to the customer, and there is no obligation pending compliance that could affect the acceptance of products by the customer. The delivery does not occur until products have been shipped to the customer or confirmed as received by customers. When the related risks of obsolescence and loss have been transferred to the customer and the customer has accepted products in accordance with the conditions established in the sale, when the acceptance period has ended, or when there is objective evidence that those criteria required for acceptance have been met.

Sales are recognized in consideration of the price set in the sales agreement, net of volume discounts and estimated returns at the date of the sale. Volume discounts are evaluated in consideration of annual foreseen purchases and in accordance with the criteria defined in agreements.

(b) Sale of services

Revenue associated with the rendering of services is recognized considering the degree of completion of the service as of the date of presentation of the consolidated classified statement of financial position, provided that the result from the transaction can be estimated reliably.

(c) Interest income

Interest income is recognized when interest is accrued in consideration of the principal pending payment using the effective interest rate method.

(d) Income from dividends

Income from dividends is recognized when the right to receive the payment is established.

3.37 Finance income and finance costs

Finance income is mainly composed of interest income in financial instruments such as term deposits and mutual fund deposits. Interest income is recognized in profit or loss at amortized cost, using the effective interest rate method.

Finance costs are mainly composed of interest on bank borrowing expenses, interest on bonds issued and interest capitalized for borrowing costs for the acquisition, construction or production or qualifying assets.

Borrowing costs and bonds issued are recognized in profit or loss using the effective interest rate method.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.37 Finance income and finance costs, continued

For finance costs accrued during the construction period that are directly attributable to the acquisition, construction or production of qualifying assets, the effective interest rate related to the project's specific financing is used. If none exist, the average financing rate of the subsidiary that makes the investment is utilized.

Borrowing and financing costs that are directly attributable to the acquisition, construction or production of an asset are capitalized as part of that asset's cost.

3.38 Income tax and deferred taxes

Corporate income tax for the year is determined as the sum of current taxes from the different consolidated companies.

Current taxes are based on the application of the various types of taxes attributable to taxable income for the year.

Differences between the book value of assets and liabilities and their tax basis generate the balance of deferred tax assets or liabilities, which are calculated using the tax rates expected to be applicable when the assets and liabilities are realized.

In conformity with current Chilean tax regulations, the provision for corporate income tax and taxes on mining activity is recognized on an accrual basis, presenting the net balances of accumulated monthly tax provisional payments for the fiscal period and associated credits. The balances of these accounts are presented in current income taxes recoverable or current taxes payable, as applicable.

Tax on companies and variations in deferred tax assets or liabilities that are not the result of business combinations are recorded in statement of income accounts or equity accounts in the consolidated statement of financial position, considering the origin of the gains or losses which have generated them.

At each reporting period, the carrying amount of deferred tax assets has been reviewed and reduced to the extent there will not be sufficient taxable income to allow the recovery of all or a portion of the deferred tax assets. Likewise, as of the date of the consolidated financial statements, deferred tax assets that are not recognized were evaluated and not recognized as it was more likely than not that future taxable income will allow for recovery of the deferred tax asset.

With respect to deductible temporary differences associated with investments in subsidiaries, associated companies and interest in joint ventures, deferred tax assets are recognized solely provided that it is more likely than not that the temporary differences will be reversed in the near future and that there will be taxable income with which they may be used.

The deferred income tax related to entries directly recognized in equity is recognized with an effect on equity and not with an effect on profit or loss.

Deferred tax assets and liabilities are offset if there is a legally receivable right of offsetting tax assets against tax liabilities and the deferred tax is related to the same tax entity and authority.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 3 Significant accounting policies (continued)

3.38 Income tax and deferred taxes, continued

In accordance with the instructions issued by the Chilean Superintendence of Securities and Insurance in its Circular No. 856 of October 17, 2014, the effects generated by the change in the income tax rate approved by Law No. 20.780 (the Tax Reform) on income and deferred taxes, which in accordance with IAS 12 should be charged to profit or loss for the period, have been accounted for as retained earnings. Subsequent amendments will be recognized in profit or loss for the period in accordance with IAS 12.

3.39 Segment reporting

IFRS 8 requires that companies adopt a “management approach” to disclose information on the operations generated by its operating segments. In general, this is the information that management uses internally for the evaluation of segment performance and making the decision on how to allocate resources for this purpose.

An operating segment is a group of assets and operations responsible for providing products or services subject to risks and performance different from those of other business segments. A geographical segment is responsible for providing products or services in a given economic environment subject to risks and performance different from those of other segments that operate in other economic environments.

For assets and liabilities the allocation to each segment is not possible given that these are associated with more than one segment, except for depreciation, amortization and impairment of assets, which are directly allocated to the applicable segments, in accordance with the criteria established in the costing process for product inventories.

The following operating segments have been identified by the Company:

-Specialty plant nutrients

-Industrial chemicals

-Iodine and derivatives

-Lithium and derivatives

-Potassium

-Other products and services

3.40 Environment

In general, the Company follows the criteria of considering amounts used in environmental protection and improvement as environmental expenses. However, the cost of facilities, machinery and equipment used for the same purpose are considered property, plant and equipment, as the case may be.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 4 Financial risk management

4.1 Financial risk management policy

The Company's financial risk management policy is focused on safeguarding the stability and sustainability of Sociedad Química y Minera de Chile S.A. and its subsidiaries with regard to all such relevant financial uncertainty components.

The Company's operations are subject to certain financial risk factors that may affect its financial position or results. The most significant risk exposures are market risk, liquidity risk, currency risk, doubtful accounts risk, and interest rate risk, among others.

Potentially, additional known or unknown risks may exist, of which we currently deem not to be significant, which could also affect the Company's business operations, its business, financial position, or profit or loss.

The financial risk management structure includes identifying, determining, analyzing, quantifying, measuring and controlling these events. Management and, in particular, Finance Management, is responsible for constantly assessing the financial risk. The Company uses derivatives to hedge a significant portion of those risks.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 4 Financial risk management, continued

4.2 Risk factors

4.2.1 Market risk

Market risk refers to the uncertainty associated with fluctuations in market variables affecting the Company's assets and liabilities, including:

- Country risk: The economic situation of the countries where the Company operates may affect its financial position. For example, sales conducted in emerging markets expose SQM to risks related to economic conditions and trends in those countries. In addition, inventories may also be affected by the economic scenario in such countries and/or the global economy, among other probable economic impacts.
- a)
- Price risk: The Company's product prices are affected by the fluctuations in international prices of fertilizers and chemicals, as well as changes in productive capacities or market demand, all of which might affect the Company's business, financial position and results of operations.
- b)
- Commodity price risk: The Company is exposed to changes in commodity prices and energy which may have an impact on its production costs that may cause unstable results.
- c)

As of to-date, the SQM Group incurs an annual expenditure of approximately US\$140 million associated with fuel, gas and equivalents, including approximately US\$54 million related to direct electrical supply consumption. A change of 10% in the prices of energy required for the Company's operations may involve costs of approximately US\$14 million in short-term movements.

As stated in the Company's annual report, the markets in which the Company operates are unpredictable, exposed to significant fluctuations in supply and demand, and price volatility. Additionally, the supply of certain fertilizers or chemicals, including certain products which the Company trades, vary mainly depending on the production of top producers and their respective business strategies. Accordingly, the Company cannot forecast with certainty changes in demand, responses from competitors or fluctuations in the final price of its products. These factors can lead to significant impacts on the Company's product sales volumes, financial position and share price.

- d) Quality standards: In the markets in which we operate, customers might impose quality standards on our products and/or governments could enact more stringent standards for the distribution and/or use of our products. Consequently, we might not be able to sell our products if we are not able to meet those new standards. In addition,

our production costs might increase to meet such new standards. Not being able to sell our products in one or more markets or to key customers might significantly affect our business, financial position or the results of our operations.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 4 Financial risk management, continued

4.2.2 Doubtful accounts risk

A contraction of the global economy and the potentially adverse effects in the financial position of our customers may extend the receivables recovery period for SQM, increasing its exposure to doubtful account risk. While measures have been taken to minimize such risk, the global economic situation may result in losses that might have a material adverse effect on the Company's business, financial position or results of operations.

To mitigate these risks, SQM actively controls debt collection and has established certain safeguards which include loan insurance, letters of credit, and prepayments for a portion of receivables.

4.2.3 Currency risk

As a result of its influence on price level determination as well as its relationship with cost of sales, and since a significant portion of the Company's business transactions are performed in that foreign currency, the functional currency of SQM is the United States dollar. However, the global business activities of the Company expose it to the foreign exchange fluctuations of several currencies with respect to the value of the U.S. dollar. Accordingly, SQM has entered into hedge contracts to mitigate the exposure generated by its main mismatches (assets, net of liabilities) in currencies other than the U.S. dollar against the foreign exchange fluctuation. These contracts are periodically updated depending on the mismatch amount to be hedged in such currencies. Occasionally, and subject to the Board of Directors' approval, in the short-term the Company insures cash flows from certain specific items in currencies other than the U.S. dollar.

A significant portion of the Company's costs, particularly payroll, is denominated in Chilean pesos. Accordingly, an increase or decrease in the exchange rate against the U.S. dollar would affect the Company's profit for the period. Approximately US\$ 470 million of the Company's costs are denominated in Chilean pesos. A significant portion of the effect of such obligations on the statement of financial position is hedged by derivative instrument transactions on the balance mismatch in such currency.

As of December 31, 2013, the Company recorded derivative instruments classified as currency and interest rate hedges associated with all the bonds payable, denominated both in Chilean pesos and UF, with a fair value of US\$23.6 million in favor of SQM. As of December 31, 2014, this amounts to US\$37 million against SQM.

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As of December 31, 2014, the Chilean peso to U.S. dollar exchange rate was Ch\$606.75 per US\$1.00 (Ch\$ 524.61 per US\$ 1.00 as of December 31, 2013).

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 4 Financial risk management, continued

4.2.4 Interest rate risk

Interest rate fluctuations, primarily due to the uncertain future behavior of markets, may have a material impact on the financial results of the Company.

The Company has current and non-current debts valued at LIBOR, plus a spread. The Company is partially exposed to fluctuations in such rate, as SQM currently holds hedging derivative instruments to hedge a portion of its liabilities subject to the LIBOR rate fluctuations.

As of December 31, 2014, approximately 14% of the Company's financial liabilities are measured at LIBOR. Accordingly, any significant increase in this rate may have an impact on the Company's financial position. A 100 basic point variation in this rate may trigger variations in financial expenses of close to US\$ 0.6 million. However, this effect is significantly counterbalanced by the returns of the Company's investments that are also strongly related to LIBOR.

In addition, as of December 31, 2014, the Company's financial liabilities are mainly concentrated in the long-term and approximately 9% have maturities of less than 12 months, decreasing in the process the exposure to changes in interest rates.

4.2.5 Liquidity risk

Liquidity risk relates to the funds needed to comply with payment obligations. The Company's objective is to maintain financial flexibility through a comfortable balance between fund requirements and cash flows from regular business operations, bank borrowings, bonds, short term investments, and marketable securities, among others.

The Company has an important capital expense program which is subject to change over time.

On the other hand, world financial markets go through periods of contraction and expansion that are unforeseeable in the long-term and may affect SQM's access to financial resources. Such factors may have a material adverse impact on the Company's business, financial position and results of operations.

SQM constantly monitors the matching of its obligations with its investments, taking due care of maturities of both, from a conservative perspective, as part of this financial risk management strategy. As of December 31, 2014, the Company had unused, available revolving credit facilities with banks, for a total of approximately US\$546 million.

The position in other cash and cash equivalents generated by the Company are invested in highly liquid mutual funds with an AAA risk rating.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 4 Financial risk management, continued

4.3 Risk measurement

The Company has methods to measure the effectiveness and efficiency of financial risk hedging strategies, both prospectively and retrospectively. These methods are consistent with the risk management profile of the Group.

Note 5 Changes in accounting estimates and policies (consistent presentation)

5.1 Changes in accounting estimates

There are no changes in accounting estimates as of the closing date of the consolidated financial statements.

5.2 Changes in accounting policies

As of December 31, 2014, the Company's consolidated financial statements present no changes in accounting policies or estimates compared to the prior period.

The consolidated statements of financial position as of December 31, 2014 and December 31, 2013, and statements of the comprehensive income, changes in equity and cash flows for the periods ended December 31, 2014 and 2013, have been prepared in accordance with International Financial Reporting Standards (IFRS) except for that indicated in Note 2.2. and the principles and criteria have been applied consistently.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation

6.1 Parent's stand-alone assets and liabilities

| | 12/31/2014 | 12/31/2013 |
|-------------|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Assets | 4,305,107 | 4,269,749 |
| Liabilities | (2,065,271) | (1,893,129) |
| Equity | 2,239,836 | 2,376,620 |

6.2 Parent entity

As provided in the Company's by-laws, no shareholder can concentrate more than 32% of the Company's voting right shares and therefore there is no controlling entity.

6.3 Joint arrangements of controlling interest

Sociedad de Inversiones Pampa Calichera S.A., Potasios de Chile S.A., and Inversiones Global Mining (Chile) Limitada, collectively the Pampa Group, are the owners of a number of shares that are equivalent to 29.94% as of December 31, 2014 of the current total amount of shares issued, subscribed and fully-paid of the Company. In addition, Kowa Company Ltd., Inversiones La Esperanza (Chile) Limitada, Kochi S.A. and La Esperanza Delaware Corporation, collectively the Kowa Group, are the owners of a number of shares equivalent to 2.10% of the total amount of issued, subscribed and fully-paid shares of SQM S.A..

The Pampa Group and the Kowa Group have informed SQM S.A., the Chilean SVS and the relevant stock exchanges in Chile and abroad that they are not and have never been related parties between them. In addition, this is regardless of the fact that both Groups on December 21, 2006 have entered into a Joint Action Agreement (JAA) related to those shares. Consequently, the Pampa Group, by itself, does not concentrate more than 32% of the voting right capital of SQM S.A., and the Kowa Group does not concentrate by itself more than 32% of the voting right capital of SQM S.A..

Likewise, the Joint Action Agreement has not transformed the Pampa and Kowa Groups into related parties between them. The Joint Action Agreement has only transformed the current controller of SQM S.A., composed of the Pampa Group, and the Kowa Group into related parties of SQM S.A..

Detail of effective concentration

| Tax ID No. | Name | Ownership interest % |
|-------------------|--|-------------------------|
| 96.511.530-7 | Sociedad de Inversiones Pampa Calichera S.A. | 19.69 |
| 96.863.960-9 | Inversiones Global Mining (Chile) Limitada | 3.34 |
| 76.165.311-5 | Potasios de Chile S.A. | 6.91 |
| Total Pampa Group | | 29.94 |
| 79.798.650-k | Inversiones la Esperanza (Chile) Ltda. | 1.41 |
| 59.046.730-8 | Kowa Co Ltd. | 0.30 |
| 96.518.570-4 | Kochi S.A. | 0.30 |
| 59.023.690-k | La Esperanza Delaware Corporation | 0.09 |
| Total Kowa Group | | 2.10 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)

6.4 General information on consolidated subsidiaries

As of December 31, 2014 and December 31, 2013, the general information of the companies on which the Company exercises control and significant influence is as follows:

| Subsidiary | Tax ID | Address | Country of incorporation | Functional currency | Ownership interest | | Total |
|--|---------------|---------------------------------------|---------------------------------|----------------------------|---------------------------|-----------------|--------------|
| | | | | | Direct | Indirect | |
| SQM Nitratos S.A. | 96.592.190-7 | El Trovador 4285 Las Condes | Chile | US\$ | 99.9999 | 0.0001 | 100.0000 |
| Proinsa Ltda. | 78.053.910-0 | El Trovador 4285 Las Condes | Chile | Ch\$ | - | 60.5800 | 60.5800 |
| SQMC Internacional Ltda. | 86.630.200-6 | El Trovador 4285 Las Condes | Chile | Ch\$ | - | 60.6381 | 60.6381 |
| SQM Potasio S.A. | 96.651.060-9 | El Trovador 4285 Las Condes | Chile | US\$ | 99.9999 | - | 99.9999 |
| Serv. Integrales de Tránsito y Transf. S.A. | 79.770.780-5 | Arturo Prat 1060, Tocopilla | Chile | US\$ | 0.0003 | 99.9997 | 100.0000 |
| Isapre Norte Grande Ltda. | 79.906.120-1 | Anibal Pinto 3228, Antofagasta | Chile | Ch\$ | 1.0000 | 99.0000 | 100.0000 |
| Ajay SQM Chile S.A. | 96.592.180-K | Av. Pdte. Eduardo Frei 4900, Santiago | Chile | US\$ | 51.0000 | - | 51.0000 |
| Almacenes y Depósitos Ltda. | 79.876.080-7 | El Trovador 4285 Las Condes | Chile | Ch\$ | 1.0000 | 99.0000 | 100.0000 |
| SQM Salar S.A. | 79.626.800-K | El Trovador 4285 Las Condes | Chile | US\$ | 18.1800 | 81.8200 | 100.0000 |
| SQM Industrial S.A. | 79.947.100-0 | El Trovador 4285 Las Condes | Chile | US\$ | 99.0470 | 0.9530 | 100.0000 |
| Exploraciones Mineras S.A. Sociedad | 76.425.380-9 | Los Militares 4290 Las Condes | Chile | US\$ | 0.2691 | 99.7309 | 100.0000 |
| Prestadora de Servicios de Salud Cruz del Norte S.A. | 76.534.490-5 | Anibal Pinto 3228, Antofagasta | Chile | Ch\$ | - | 100.0000 | 100.0000 |
| Soquimich Comercial S.A. | 79.768.170-9 | El Trovador 4285 Las Condes | Chile | US\$ | - | 60.6383 | 60.6383 |

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| | | | | | | | |
|---|--------------|---|----------------|------|----------|----------|----------|
| Comercial Agrorama Ltda. | 76.064.419-6 | El Trovador 4285 Las Condes | Chile | Ch\$ | - | 42.4468 | 42.4468 |
| Comercial Hydro S.A. | 96.801.610-5 | El Trovador 4285 Las Condes | Chile | Ch\$ | - | 60.6383 | 60.6383 |
| Agrorama S.A. | 76.145.229-0 | El Trovador 4285 Las Condes | Chile | Ch\$ | - | 60.6377 | 60.6377 |
| Orcoma Estudios SPA | 76.359.919-1 | Apoquindo 3721 Of.131 Las Condes | Chile | US\$ | 51.0000 | - | 51.0000 |
| Orcoma SPA | 76.360.575-2 | Apoquindo 3721 Of.131 Las Condes | Chile | US\$ | 100.0000 | - | 100.0000 |
| SQM North America Corp. | Foreign | 2727 Paces Ferry Road, Building Two, Suite 1425, Atlanta, GA | United States | US\$ | 40.0000 | 60.0000 | 100.0000 |
| RS Agro Chemical Trading Corporation A.V.V. | Foreign | Caya Ernesto O. Petronia 17, Orangestad | Aruba | US\$ | 98.3333 | 1.6667 | 100.0000 |
| Nitratos Naturais do Chile Ltda. | Foreign | Al. Tocantis 75, 6° Andar, Conunto 608 Edif. West Gate, Alphaville Barureri, CEP 06455-020, Sao Paulo | Brazil | US\$ | - | 100.0000 | 100.0000 |
| Nitrate Corporation of Chile Ltd. | Foreign | 1 More London Place London SE1 2AF | United Kingdom | US\$ | - | 100.0000 | 100.0000 |
| SQM Corporation N.V. | Foreign | Pietermaai 123, P.O. Box 897, Willemstad, Curacao | Dutch Antilles | US\$ | 0.0002 | 99.9998 | 100.0000 |
| SQM Peru S.A. | Foreign | Avenida Camino Real N° 348 of. 702, Peru San Isidro, Lima | Peru | US\$ | 0.9800 | 99.0200 | 100.0000 |
| SQM Ecuador S.A. | Foreign | Av. José Orrantia y Marengo Edificio Executive Center Piso 2 Oficina 211 Al. Tocantis 75, 6° Andar, Conunto 608 | Ecuador | US\$ | 0.0040 | 99.9960 | 100.0000 |
| SQM Brasil Ltda. | Foreign | Edif. West Gate, Alphaville Barureri, CEP 06455-020, Sao Paulo | Brazil | US\$ | 1.0900 | 98.9100 | 100.0000 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)**6.4 General information on consolidated subsidiaries, continued**

| Subsidiary | Tax ID | Address | Country of incorporation | Functional currency | Ownership interest | | Total |
|---------------------------------------|---------|---|--------------------------|---------------------|--------------------|----------|----------|
| | | | | | Direct | Indirect | |
| SQI Corporation N.V. | Foreign | Pietermaai 123, P.O. Box 897, Willemstad, Curacao | Dutch Antilles | US\$ | 0.0159 | 99.9841 | 100.0000 |
| SQMC Holding Corporation L.L.P. | Foreign | 2727 Paces Ferry Road, Building Two, Suite 1425, Atlanta | United States | US\$ | 0.1000 | 99.9000 | 100.0000 |
| SQM Japan Co. Ltd. | Foreign | From 1 st Bldg 207, 5-3-10 Minami- Aoyama, Minato-ku, Tokyo | Japan | US\$ | 1.0000 | 99.0000 | 100.0000 |
| SQM Europe N.V. | Foreign | Houtdok-Noordkaai 25a B-2030 Amberes Bélgica | Belgium | US\$ | 0.5800 | 99.4200 | 100.0000 |
| SQM Italia SRL | Foreign | Via A. Meucci, 5 500 15 Grassina Firenze | Italy | US\$ | - | 100.0000 | 100.0000 |
| SQM Indonesia S.A. | Foreign | Perumahan Bumi Dirgantara Permai, Jl Suryadarma Blok Aw No 15 Rt 01/09 17436 Jatisari Pondok Gede | Indonesia | US\$ | - | 80.0000 | 80.0000 |
| North American Trading Company | Foreign | 2727 Paces Ferry Road, Building Two, Suite 1425, Atlanta, GA | United States | US\$ | - | 100.0000 | 100.0000 |
| SQM Virginia LLC | Foreign | 2727 Paces Ferry Road, Building Two, Suite 1425, Atlanta, GA | United States | US\$ | - | 100.0000 | 100.0000 |
| SQM Comercial de México S.A. de C.V. | Foreign | Av. Moctezuma 144-4 Ciudad del Sol. CP 45050, Zapopan, Jalisco México | Mexico | US\$ | 0.0010 | 99.9900 | 100.0000 |
| SQM Investment Corporation N.V. | Foreign | Pietermaai 123, P.O. Box 897, Willemstad, Curacao | Dutch Antilles | US\$ | 1.0000 | 99.0000 | 100.0000 |
| Royal Seed Trading Corporation A.V.V. | Foreign | Caya Ernesto O. Petronia 17, Oranjestad | Aruba | US\$ | 1.6700 | 98.3300 | 100.0000 |
| SQM Lithium Specialties | Foreign | 2727 Paces Ferry Road, Building Two, Suite 1425, | United States | US\$ | - | 100.0000 | 100.0000 |

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| | | | | | | | |
|---|---------|---|-----------|------|---|----------|----------|
| LLP Soquimich SRL Argentina Comercial | Foreign | Atlanta, GA Espejo 65 Oficina 6 – 5500 Mendoza | Argentina | US\$ | - | 100.0000 | 100.0000 |
| Caimán Internacional S.A. | Foreign | Edificio Plaza Bancomer Calle 50 | Panama | US\$ | - | 100.0000 | 100.0000 |
| SQM France S.A. Administración y Servicios Santiago S.A. de C.V. | Foreign | ZAC des Pommiers 27930 FAUVILLE Av. Moctezuma 144-4 Ciudad del Sol. CP 45050, Zapopan, Jalisco México | France | US\$ | - | 100.0000 | 100.0000 |
| SQM Nitratos México S.A. de C.V. | Foreign | Av. Moctezuma 144-4 Ciudad del Sol. CP 45050, Zapopan, Jalisco México | Mexico | US\$ | - | 100.0000 | 100.0000 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)**6.4 General information on consolidated subsidiaries, continued**

| Subsidiary | Tax ID | Address | Country of incorporation | Functional currency | Ownership interest | | |
|---------------------------------|---------|--|--------------------------|---------------------|--------------------|----------|----------|
| | | | | | Direct | Indirect | Total |
| Soquimich European Holding B.V. | Foreign | Localellikade 1 Parnassustoren 1076 AZ Amsterdam | Netherlands | US\$ | - | 100.0000 | 100.0000 |
| SQM Iberian S.A | Foreign | Provenza 251 Principal 1a CP 08008, Barcelona | Spain | US\$ | - | 100.0000 | 100.0000 |
| SQM Africa Pty Ltd. | Foreign | Tramore House, 3 Wterford Office Park, Waterford Drive, 2191 Fourways, Johannesburg | South Africa | US\$ | - | 100.0000 | 100.0000 |
| SQM Oceania Pty Ltd. | Foreign | Level 9, 50 Park Street, Sydney NSW 2000, Sydney | Australia | US\$ | - | 100.0000 | 100.0000 |
| SQM Agro India Pvt. Ltd. | Foreign | C 30 Chiragh Enclave New Dehli, 110048 | India | US\$ | - | 100.0000 | 100.0000 |
| SQM Beijing Commercial Co. Ltd. | Foreign | Room 1001C, CBD International Mansion N 16 Yong An Dong Li, Jian Wai Ave Beijing 100022, P.R. | China | US\$ | - | 100.0000 | 100.0000 |
| SQM Thailand Limited | Foreign | Unit 2962, Level 29, N° 388, Exchange Tower Sukhumvit Road, Klongtoey Bangkok | Thailand | US\$ | - | 99.996 | 99.996 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)

6.5 Information attributable to non-controlling interests

| Subsidiary | % of interests in the ownership held by non-controlling interests. | Profit (loss) attributable to non-controlling interests | | Equity, non-controlling interests | | Dividends paid to non-controlling interests | |
|--------------------------|--|---|----------------------|-----------------------------------|----------------------|---|-----------------------|
| | | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
| Proinsa Ltda. | 0,1 | % | - | - | - | - | - |
| SQM Potasio S.A. | 0,0000001 | % | - | - | - | - | - |
| Ajay SQM Chile S.A. | 49 | % | (2,595) | (3,389) | 8,502 | 8,806 | (2,899) 4,400 |
| SQM Indonesia S.A. | 20 | % | - | - | 1 | 16 | - |
| Soquimich Comercial S.A. | 39,3616784 | % | (4,763) | (4,051) | 48,757 | 46,448 | (2,381) 2,026 |
| Comercial Agrorama Ltda. | 30 | % | (30) | (18) | 337 | 351 | - |
| Agrorama S.A. | 0,001 | % | - | - | - | - | - |
| Orcoma Estudios SPA | 49 | % | (1) | - | 2,270 | - | - |
| SQM (Thailand) Limited. | 0.004 | % | - | - | - | - | - |
| Total | | | (7,389) | (7,458) | 59,867 | 55,621 | (5,280) 6,426 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)

6.6 Information on consolidated subsidiaries

12/31/2014

| Subsidiary | Assets | | Liabilities | | Revenue | Profit (loss) | Comprehensive income (loss) |
|---|-----------|-------------|-------------|-------------|---------|------------------|-----------------------------------|
| | Current | Non-current | Current | Non-current | | | |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| SQM Nitratos S.A. | 638,071 | 109,356 | 679,642 | 21,285 | 123,390 | (529) | (529) |
| Proinsa Ltda. | 174 | 1 | - | - | - | 1 | 1 |
| SQMC Internacional Ltda. | 229 | - | - | - | - | (1) | (1) |
| SQM Potasio S.A. | 167,134 | 934,783 | 3,703 | 20,847 | 2,379 | 166,673 | 167,019 |
| Serv. Integrales de Tránsito y Transf. S.A. | 430,047 | 82,657 | 459,844 | 11,093 | 48,747 | 7,008 | 7,008 |
| Isapre Norte Grande Ltda. | 698 | 767 | 702 | 198 | 4,577 | 41 | - |
| Ajay SQM Chile S.A. | 18,198 | 1,126 | 1,135 | 839 | 57,305 | 5,296 | 5,296 |
| Almacenes y Depósitos Ltda. | 311 | 46 | 1 | - | - | (20) | (30) |
| SQM Salar S.A. | 563,756 | 938,389 | 353,808 | 181,732 | 771,133 | 171,406 | 171,253 |
| SQM Industrial S.A. | 1,183,420 | 803,100 | 987,048 | 92,923 | 719,384 | 73,289 | 69,116 |
| Exploraciones Mineras S.A. | 478 | 31,713 | 5,160 | - | - | (219) | (219) |
| Sociedad Prestadora de Servicios de Salud Cruz del Norte S.A. | 507 | 506 | 430 | 537 | 2,547 | (63) | (65) |
| Soquimich Comercial S.A. | 132,805 | 22,271 | 30,261 | 943 | 199,367 | 12,100 | 11,902 |
| Comercial Agrorama Ltda. | 12,048 | 1,815 | 12,632 | 106 | 14,724 | 102 | 103 |
| Comercial Hydro S.A. | 8,663 | 105 | 148 | 101 | 61 | 281 | 281 |
| Agrorama S.A. | 13,577 | 487 | 13,990 | 18 | 13,404 | (103) | (103) |
| Orcoma SpA | 3 | 2,356 | 4 | - | - | (3) | (3) |
| Orcoma Estudio SpA | 4,630 | 1,375 | 1,372 | - | - | 2 | 2 |
| SQM North America Corp. | 177,628 | 16,494 | 161,988 | 1,781 | 322,671 | (1,622) | (2,294) |
| RS Agro Chemical Trading Corporation A.V.V. | 5,201 | - | - | - | - | (3) | (3) |
| Nitratos Naturais do Chile Ltda. | 4 | 233 | 4,452 | - | - | 223 | 223 |
| Nitrate Corporation of Chile Ltd. | 5,076 | - | - | - | - | - | - |
| SQM Corporation N.V. | 669 | 116,031 | 3,722 | - | - | 25,082 | 21,908 |
| SQM Peru S.A. | 520 | 1 | 1,172 | - | - | (40) | (40) |
| SQM Ecuador S.A. | 11,101 | 69 | 10,720 | 56 | 16,737 | 194 | 194 |
| SQM Brasil Ltda. | 724 | 1 | 636 | - | 453 | 220 | 220 |
| SQI Corporation N.V. | - | 23 | 89 | - | - | 5 | 4 |
| SQMC Holding Corporation L.L.P. | 17,552 | 15,481 | 1,024 | - | - | 3,944 | 3,944 |

| | | | | | | | |
|--------------------|-------|-----|-----|-----|-------|-----|-----|
| SQM Japan Co. Ltd. | 2,472 | 243 | 621 | 449 | 3,493 | 163 | 163 |
|--------------------|-------|-----|-----|-----|-------|-----|-----|

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Note 6 Background of companies included in consolidation (continued)**6.6 Information on consolidated subsidiaries, continued****12/31/2014**

| Subsidiary | Assets | | Liabilities | | Revenue | Profit (loss) | Comprehensive income (loss) |
|--|------------------|------------------|------------------|----------------|------------------|------------------|-----------------------------------|
| | Current | Non-current | Current | Non-current | | | |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| SQM Europe N.V. | 313,336 | 1,265 | 264,760 | - | 552,444 | 12,966 | 12,966 |
| SQM Italia SRL | 1,247 | - | 16 | - | - | - | - |
| SQM Indonesia S.A. | 4 | - | 1 | - | - | - | - |
| North American Trading Company | 159 | 145 | 39 | - | - | - | - |
| SQM Virginia LLC | 14,821 | 14,367 | 14,821 | - | - | (7) | (7) |
| SQM Comercial de México S.A. de C.V. | 81,196 | 1,302 | 53,428 | - | 178,243 | 916 | 916 |
| SQM Investment Corporation N.V. | 73,432 | 265 | 39,164 | 856 | 20 | 8,552 | 8,552 |
| Royal Seed Trading Corporation A.V.V. | 165,908 | 162 | 103,387 | 80,000 | - | (4,941) | (4,384) |
| SQM Lithium Specialties LLP | 15,774 | 3 | 1,264 | - | - | (7) | (7) |
| Soquimich SRL Argentina | 396 | - | 217 | - | - | (17) | (17) |
| Comercial Caimán Internacional S.A. | 266 | - | 1,122 | - | - | (5) | (5) |
| SQM France S.A. | 345 | 6 | 114 | - | - | - | - |
| Administración y Servicios Santiago S.A. de C.V. | 177 | - | 689 | 111 | 3,562 | 145 | 145 |
| SQM Nitratos México S.A. de C.V. | 38 | 4 | 29 | 4 | 262 | 6 | 6 |
| Soquimich European Holding B.V. | 77,712 | 117,371 | 89,566 | - | - | 26,368 | 23,180 |
| SQM Iberian S.A. | 54,332 | 72 | 49,004 | - | 132,270 | 5,781 | 5,782 |
| SQM Africa Pty Ltd. | 66,427 | 752 | 57,796 | - | 92,462 | 952 | 952 |
| SQM Oceanía Pty Ltd. | 3,257 | - | 1,149 | - | 3,550 | (1,016) | (1,016) |
| SQM Agro India Pvt. Ltd. | 4 | - | 1 | - | - | (1) | (1) |
| SQM Beijing Commercial Co. Ltd. | 5,491 | 31 | 3,217 | - | 7,764 | 143 | 143 |
| SQM Thailand Limited | 15,424 | 35 | 12,679 | - | 11,042 | 228 | 228 |
| Total | 4,285,442 | 3,215,209 | 3,426,767 | 413,879 | 3,281,991 | 513,490 | 502,783 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)**6.6 Information on consolidated subsidiaries, continued****12/31/2013**

| Subsidiary | Assets | | Liabilities | | Revenue | Profit (loss) | Comprehensive income (loss) |
|---|-----------|-------------|-------------|-------------|---------|------------------|-----------------------------------|
| | Current | Non-current | Current | Non-current | | | |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| SQM Nitratos S.A. | 490.084 | 124.966 | 525.924 | 15.545 | 184.487 | 18.434 | 18.434 |
| Proinsa Ltda. | 200 | 1 | - | - | - | (2) | (2) |
| SQMC Internacional Ltda. | 266 | - | - | - | - | (1) | (1) |
| SQM Potasio S.A. | 109.408 | 1.049.628 | 3.411 | 15.749 | 2.052 | 184.948 | 185.458 |
| Serv. Integrales de Tránsito y Transf. S.A. | 348.685 | 86.935 | 389.980 | 8.423 | 50.135 | 6.149 | 6.149 |
| Isapre Norte Grande Ltda. | 916 | 829 | 924 | 192 | 4.192 | 28 | 334 |
| Ajay SQM Chile S.A. | 22.720 | 1.232 | 5.226 | 755 | 67.413 | 6.916 | 6.916 |
| Almacenes y Depósitos Ltda. | 362 | 50 | 1 | - | - | (11) | (40) |
| SQM Salar S.A. | 678.215 | 1.000.954 | 453.864 | 216.110 | 792.109 | 206.745 | 206.679 |
| SQM Industrial S.A. | 1.110.303 | 820.831 | 872.216 | 79.021 | 925.167 | 64.602 | 61.547 |
| Exploraciones Mineras S.A. | 477 | 31.537 | 4.765 | - | - | (312) | (312) |
| Sociedad Prestadora de Servicios de Salud Cruz del Norte S.A. | 762 | 243 | 322 | 556 | 2.276 | 31 | 46 |
| Soquimich Comercial S.A. | 143.515 | 22.582 | 47.121 | 973 | 214.350 | 10.291 | 10.162 |
| Comercial Agrorama Ltda. | 15.450 | 2.148 | 16.314 | 114 | 16.009 | 61 | 62 |
| Comercial Hydro S.A. | 8.302 | 134 | 124 | 72 | 109 | 370 | 370 |
| Agrorama S.A. | 15.722 | 568 | 16.074 | 36 | 16.122 | 37 | 37 |
| Orcoma SpA | 2 | 2.356 | - | - | - | - | - |
| Orcoma Estudio SpA | 2 | - | - | - | - | - | - |
| SQM North America Corp. | 214.359 | 17.058 | 197.077 | 1.781 | 365.691 | (4.763) | (3.751) |
| RS Agro Chemical Trading Corporation A.V.V. | 5.204 | - | - | - | - | (9) | (9) |
| Nitratos Naturais do Chile Ltda. | 3 | 254 | 4.695 | - | - | 278 | 278 |
| Nitrate Corporation of Chile Ltd. | 5.076 | - | - | - | - | - | - |
| SQM Corporation N.V. | 669 | 93.936 | 3.725 | - | - | 10.441 | 7.377 |
| SQM Peru S.A. | 578 | 1 | 1.190 | - | 1 | (191) | (191) |
| SQM Ecuador S.A. | 10.644 | 81 | 10.533 | 42 | 25.475 | (1.224) | (1.224) |
| SQM Brasil Ltda. | 680 | 40 | 851 | - | 802 | 88 | 88 |
| SQI Corporation N.V. | - | 19 | 62 | - | - | (1) | (2) |
| | 11.978 | 16.394 | 1.000 | - | - | 5.267 | 5.267 |

SQMC Holding

Corporation L.L.P.

SQM Japan Co. Ltd.

1.948

263

234

494

2.468

(283

) (283

)

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)**6.6 Information on consolidated subsidiaries, continued****12/31/2013**

| Subsidiary | Assets | | Liabilities | | Revenue | Profit (loss) | Comprehensive income (loss) | |
|--|------------------|------------------|------------------|----------------|------------------|------------------|-----------------------------------|---|
| | Current | Non-current | Current | Non-current | | | | |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | |
| SQM Europe N.V. | 316,396 | 383 | 280,092 | - | 677,497 | 1,608 | 1,608 | |
| SQM Italia SRL | 1,421 | - | 18 | - | - | - | - | |
| SQM Indonesia S.A. | 4 | - | (76 |) | - | - | - | |
| North American Trading Company | 160 | 145 | 39 | - | - | (1 |) (1 |) |
| SQM Virginia LLC | 14,828 | 14,374 | 14,828 | - | - | (1 |) (1 |) |
| SQM Comercial de México S.A. de C.V. | 88,252 | 1,427 | 61,534 | - | 178,180 | 4,724 | 4,724 | |
| SQM Investment Corporation N.V. | 62,496 | 282 | 36,805 | 851 | 50 | 1,097 | 1,097 | |
| Royal Seed Trading Corporation A.V.V. | 240,231 | 442 | 83,606 | 170,000 | - | (2,537 |) (1,904 |) |
| SQM Lithium Specialties LLP | 15,781 | 3 | 1,264 | - | - | (1 |) (1 |) |
| Soquimich SRL Argentina | 414 | - | 218 | - | - | (49 |) (49 |) |
| Comercial Caimán Internacional S.A. | 271 | - | 1,122 | - | - | (38 |) (38 |) |
| SQM France S.A. | 345 | 6 | 114 | - | - | - | - | |
| Administración y Servicios Santiago S.A. de C.V. | 153 | - | 795 | 127 | 3,243 | (7 |) (7 |) |
| SQM Nitratos México S.A. de C.V. | 26 | 4 | 23 | 4 | 186 | (7 |) (7 |) |
| Soquimich European Holding B.V. | 79,966 | 96,670 | 93,496 | 987 | - | 8,849 | 5,785 | |
| SQM Iberian S.A. | 101,299 | 70 | 101,757 | - | 166,087 | 66 | 66 | |
| SQM Africa Pty Ltd. | 55,635 | 729 | 47,932 | - | 109,968 | 1,611 | 1,611 | |
| SQM Oceanía Pty Ltd. | 4,251 | - | 811 | - | 3,542 | 51 | 51 | |
| SQM Agro India Pvt. Ltd. | 7 | - | 2 | - | - | (2 |) (2 |) |
| SQM Beijing Commercial Co. Ltd. | 2,415 | 80 | 301 | - | 9,915 | (1,164 |) (1,164 |) |
| SQM Thailand Limited | 7,052 | 36 | 4,510 | - | 4,379 | (787 |) (787 |) |
| Total | 4,187,933 | 3,387,691 | 3,284,824 | 511,832 | 3,821,905 | 521,301 | 514,370 | |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 6 Background of companies included in consolidation (continued)

6.7 Detail of transactions between consolidated companies

a) Transactions conducted in 2014

At the Extraordinary Shareholders' Meeting of the subsidiary Orcoma Estudios SPA held on November 21, 2014, the shareholders agreed to increase capital by US\$ 1,500, divided into 150,000 single-series shares with no par value. SQM S.A. was not involved in such increase decreasing its ownership in this company to 51%.

At the General Shareholders' Meeting of the subsidiary SQM Ecuador S.A., the shareholders agreed to absorb the accumulated losses of the company of ThUS\$ 455.

Transactions conducted in 2013

On December 31, 2013, the subsidiary Orcoma Estudios SPA was incorporated where Sociedad Quimica y Minera de Chile S.A. made a capital contribution of US\$ 1,500.

On December 31, 2013, the subsidiary Orcoma SPA was incorporated where Sociedad Quimica y Minera de Chile S.A. made a capital contribution of ThUS\$ 2,358.

On March 25, 2013, SQM Industrial S.A. increased by ThUS\$ 1,500 the capital of its subsidiary SQM Beijing Commercial Co. Ltd.

During the first half of 2013 Iodine Minera was absorbed into Soquimich European Holdings.

During the first half of 2013 Soquimich European Holdings B.V. purchased shares of SQM Thailand Limited, acquiring 99.996% of this company.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 7 Cash and cash equivalents

7.1 Types of cash and cash equivalents

As of December 31, 2014 and December 31, 2013, cash and cash equivalents are detailed as follows:

| a) Cash | 12/31/2014 | 12/31/2013 |
|-----------------------|------------|------------|
| | ThUS\$ | ThUS\$ |
| Cash on hand | 88 | 119 |
| Cash in banks | 29,404 | 29,671 |
| Other demand deposits | - | 3,625 |
| Total cash | 29,492 | 33,415 |

| b) Cash equivalents | 12/31/2014 | 12/31/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Short-term deposits, classified as cash equivalents | 29,492 | 158,208 |
| Short-term investments, classified as cash equivalents | 295,582 | 284,999 |
| Total cash equivalents | 325,074 | 443,207 |
| Total cash and cash equivalents | 354,566 | 476,622 |

7.2 Short-term investments, classified as cash equivalents

As of December 31, 2014 and December 31, 2013, short-term investments, classified as cash and cash equivalents relate to mutual funds (investment liquidity funds) for investments in:

| Institution | 12/31/2014 | 12/31/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Legg Mason - Western Asset Institutional Cash Reserves | 100,988 | 95,941 |
| BlackRock - Institutional US Dollar Liquidity Fund | 97,351 | 94,726 |
| JP Morgan US dollar Liquidity Fund Institutional | 97,243 | 94,332 |
| Total | 295,582 | 284,999 |

Short-term investments are highly liquid fund manager accounts that are basically invested in short-term fixed rate notes in the U.S. market.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 7 Cash and cash equivalents (continued)

7.3 Information on cash and cash equivalents by currency

As of December 31, 2014 and December 31, 2013, information on cash and cash equivalents by currency is detailed as follows:

| Original currency | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|--------------------|----------------------|----------------------|
| Chilean Peso (*) | 6,355 | 25,391 |
| US Dollar | 328,392 | 430,263 |
| Euro | 10,449 | 9,230 |
| Mexican Peso | 736 | 429 |
| South African Rand | 4,046 | 7,229 |
| Japanese Yen | 1,701 | 1,435 |
| Peruvian Sol | 1 | 2 |
| Brazilian Real | 29 | 73 |
| Chinese Yuan | 769 | 384 |
| Indonesian Rupiah | 4 | 4 |
| Indian Rupee | 12 | 7 |
| Thai Baht | 2,055 | 2,161 |
| Argentine Peso | 12 | - |
| Pound Sterling | 5 | 14 |
| Total | 354,566 | 476,622 |

(*) The Company maintains financial derivative policies which allow dollarizing these term deposits in Chilean pesos.

7.4 Amount of significant restricted (unavailable) cash balances

Cash on hand and in current bank accounts are available resources, and their carrying value is equal to their fair value.

As of December 31, 2014 and December 31, 2013, the Company has no significant cash balances with any type of restriction.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 7 Cash and cash equivalents (continued)

7.5 Short-term deposits, classified as cash equivalents

The detail at the end of each period is as follows:

| 2014 | | Type of deposit | Original Currency | Interest rate | Placement date | Expiration date | Principal | | Interest accrued | |
|-----------------------------|------------|-----------------|-------------------|---------------|----------------|-----------------|-----------|---------------|------------------|--------|
| Receiver of the deposit | ThUS\$ | | | | | | ThUS\$ | to-date | 31/12/14 | ThUS\$ |
| Banco Estado | Fixed term | Ch\$ | 0.24 | 12/30/2014 | 01/08/2015 | 4,121 | - | 4,121 | - | |
| Banco Crédito e Inversiones | Fixed term | Ch\$ | 0.23 | 12/30/2014 | 01/08/2015 | 824 | - | 824 | - | |
| Banco BBVA Chile | Fixed term | US\$ | 0.45 | 10/29/2014 | 01/06/2015 | 20,000 | 16 | 20,016 | - | |
| BBVA Banco Francés | Fixed term | US\$ | 18.5 | 12/29/2014 | 01/28/2015 | 362 | - | 362 | - | |
| ABN Amro Bank | Fixed term | Euro | - | 12/31/2014 | 01/31/2015 | 4,169 | - | 4,169 | - | |
| Total | | | | | | 29,476 | 16 | 29,492 | - | |

| 2013 | | Type of deposit | Original Currency | Interest rate | Placement date | Expiration date | Principal | | Interest accrued | |
|-----------------------------|------------|-----------------|-------------------|---------------|----------------|-----------------|-----------|---------|------------------|--------|
| Receiver of the deposit | ThUS\$ | | | | | | ThUS\$ | to-date | 31/12/13 | ThUS\$ |
| Banco BBVA Chile | Fixed term | US\$ | 0.50 | 12/20/2013 | 01/09/2014 | 10,000 | 2 | 10,002 | - | |
| Banco BBVA Chile | Fixed term | US\$ | 0.50 | 12/20/2013 | 01/09/2014 | 10,000 | 2 | 10,002 | - | |
| Banco BBVA Chile | Fixed term | US\$ | 0.50 | 12/20/2013 | 01/09/2014 | 10,000 | 2 | 10,002 | - | |
| Banco Crédito e Inversiones | Fixed term | US\$ | 0.40 | 12/16/2013 | 01/16/2014 | 20,000 | 3 | 20,003 | - | |
| Banco Crédito e Inversiones | Fixed term | US\$ | 0.48 | 12/16/2013 | 02/06/2014 | 20,000 | 4 | 20,004 | - | |
| Banco Crédito e Inversiones | Fixed term | US\$ | 0.50 | 10/17/2013 | 01/03/2014 | 10,093 | 10 | 10,103 | - | |
| Banco Crédito e Inversiones | Fixed term | US\$ | 0.58 | 12/16/2013 | 03/11/2014 | 20,000 | 5 | 20,005 | - | |
| Banco Crédito e Inversiones | Fixed term | Ch\$ | 0.37 | 12/30/2013 | 01/13/2014 | 4,384 | - | 4,384 | - | |
| Banco Crédito e Inversiones | Fixed term | Ch\$ | 0.38 | 12/27/2013 | 01/09/2014 | 4,193 | 2 | 4,195 | - | |
| Banco Santander - Santiago | Fixed term | US\$ | 0.48 | 12/09/2013 | 01/23/2014 | 20,314 | 6 | 20,320 | - | |
| Banco Santander - Santiago | Fixed term | US\$ | 0.52 | 12/04/2013 | 01/03/2014 | 10,104 | 4 | 10,108 | - | |

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| | | | | | | | |
|-------------------------------|------------|--------------|------|------------|------------|----------------|------------|
| Banco Santander - Santiago | Fixed term | Ch\$ | 0.43 | 10/21/2013 | 01/03/2014 | 14,352 | 148 |
| IDBI Bank | Fixed term | Indian rupee | - | 12/31/2013 | 6/30/2014 | 2 | - |
| Citibank New York | Overnight | US\$ | 0.01 | 12/31/2013 | 01/02/2014 | 444 | - |
| Citibank New York | Overnight | US\$ | 0.01 | 12/31/2013 | 01/02/2014 | 640 | - |
| Citibank New York | Overnight | US\$ | 0.01 | 12/31/2013 | 01/02/2014 | 1,301 | - |
| ABN Amro Bank | Fixed term | Euro | - | 12/31/2013 | 01/31/2014 | 2,193 | - |
| Total | | | | | | 158,020 | 188 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 8 Inventories

The composition of inventory at each period-end is as follows:

| Type of inventory | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|-------------------------|----------------------|----------------------|
| Raw materials | 9,540 | 8,552 |
| Supplies for production | 30,398 | 42,366 |
| Products-in-progress | 453,816 | 400,824 |
| Finished product | 425,849 | 503,788 |
| Total | 919,603 | 955,530 |

Inventory provisions recognized as of December 31, 2014 amount to ThUS\$82,966, and ThUS\$97,248 as of December 31, 2013. Inventory provisions have been made based on a technical study that covers the different variables affecting products in stock (density and humidity, among others). Additionally, provisions are recognized if goods are sold cheaper than the related cost, and for differences that arise from inventory counts.

As of December 31, 2014, the sum registered as cost of sale related to inventory in the statement of income amounts to ThUS\$1,259,983 and to ThUS\$1,314,276 as of December 31, 2013.

The breakdown of inventory provisions is detailed as follows:

| Type of inventory | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|------------------------------------|----------------------|----------------------|
| Raw material provisions | 93 | 93 |
| Supplies for production provisions | 500 | 500 |
| Products-in-progress provisions | 55,994 | 65,768 |
| Finished product provisions | 26,379 | 30,887 |
| Total | 82,966 | 97,248 |

The Company has not delivered inventory as collateral for the periods indicated above.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 9 Related party disclosures

9.1 Related party disclosures

Balances pending at period-end are not guaranteed, accrue no interest and are settled in cash. No guarantees have been delivered or received for trade and other receivables due from related parties or trade and other payables due to related parties. For the period ended December 31, 2014, the Company has not recorded any impairment in accounts receivable related to amounts owed by related parties. This evaluation is conducted every year through an examination of the financial position of the related party in the market in which it operates.

9.2 Relationships between the parent and the entity

According to the Company's by-laws, no shareholder can own more than 32% of the Company's voting right shares.

Sociedad de Inversiones Pampa Calichera S.A., Potasios de Chile S.A., and Inversiones Global Mining (Chile) Ltda., collectively the Pampa Group, are the owners of a number of shares that are equivalent to 29.94% as of December 31, 2014 of the current total amount of shares issued, subscribed and fully-paid of the Company. In addition, Kowa Company Ltd., Inversiones La Esperanza (Chile) Limitada, Kochi S.A. and La Esperanza Delaware Corporation, collectively the Kowa Group, are the owners of a number of shares equivalent to 2.10% of the total amount of shares of SQM S.A. issued, subscribed and fully-paid.

The Pampa Group and the Kowa Group have informed SQM S.A., the Chilean SVS and the relevant stock exchanges in Chile and abroad that they are not and have never been related parties between them. In addition, this is regardless of the fact that both Groups on December 21, 2006 have entered into a Joint Action Agreement (JAA) related to those shares. Consequently, the Pampa Group, by itself, does not concentrate more than 32% of the voting right capital of SQM S.A., and the Kowa Group does not concentrate by itself more than 32% of the voting right capital of SQM S.A.

Likewise, the Joint Action Agreement has not transformed the Pampa and Kowa Groups into related parties between them. The Joint Action Agreement has only transformed the current controller of SQM S.A., composed of the Pampa Group, and the Kowa Group into related parties of SQM S.A.

Detail of effective concentration

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| Tax ID No. | Name | Ownership interest % |
|-------------------|--|-------------------------|
| 96.511.530-7 | Sociedad de Inversiones Pampa Calichera S.A. | 19.69 |
| 96.863.960-9 | Inversiones Global Mining (Chile) Ltda. | 3.34 |
| 76.165.311-5 | Potasios de Chile S.A. | 6.91 |
| Total Pampa Group | | 29.94 |
| 79.798.650-k | Inversiones la Esperanza (Chile) Ltda. | 1.41 |
| 59.046.730-8 | Kowa Co Ltd. | 0.30 |
| 96.518.570-4 | Kochi S.A. | 0.30 |
| 59.023.690-k | La Esperanza Delaware Corporation | 0.09 |
| Total Kowa Group | | 2.10 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 9 Related party disclosures (continued)

9.3 Detailed identification of the link between the Parent and subsidiary

As of December 31, 2014 and December 31, 2013, the detail of entities that are related parties of the SQM S.A. Group is as follows:

| Tax ID No. | Name | Country of origin | Functional currency | Nature |
|-------------------|--|--------------------------|----------------------------|---------------|
| Foreign | Nitratos Naturais Do Chile Ltda. | Brazil | US\$ | Subsidiary |
| Foreign | Nitrate Corporation Of Chile Ltd. | United Kingdom | US\$ | Subsidiary |
| Foreign | SQM North America Corp. | United States | US\$ | Subsidiary |
| Foreign | SQM Europe N.V. | Belgium | US\$ | Subsidiary |
| Foreign | Soquimich S.R.L. Argentina | Argentina | US\$ | Subsidiary |
| Foreign | Soquimich European Holding B.V. | The Netherlands | US\$ | Subsidiary |
| Foreign | SQM Corporation N.V. | Dutch Antilles | US\$ | Subsidiary |
| Foreign | SQI Corporation N.V. | Dutch Antilles | US\$ | Subsidiary |
| Foreign | SQM Comercial De México S.A. de C.V. | Mexico | US\$ | Subsidiary |
| Foreign | North American Trading Company | United States | US\$ | Subsidiary |
| Foreign | Administración y Servicios Santiago S.A. de C.V. | Mexico | US\$ | Subsidiary |
| Foreign | SQM Peru S.A. | Peru | US\$ | Subsidiary |
| Foreign | SQM Ecuador S.A. | Ecuador | US\$ | Subsidiary |
| Foreign | SQM Nitratos Mexico S.A. de C.V. | Mexico | US\$ | Subsidiary |
| Foreign | SQMC Holding Corporation L.L.P. | United States | US\$ | Subsidiary |
| Foreign | SQM Investment Corporation N.V. | Dutch Antilles | US\$ | Subsidiary |
| Foreign | SQM Brasil Limitada | Brazil | US\$ | Subsidiary |
| Foreign | SQM France S.A. | France | US\$ | Subsidiary |
| Foreign | SQM Japan Co. Ltd. | Japan | US\$ | Subsidiary |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | US\$ | Subsidiary |
| Foreign | SQM Oceania Pty Limited | Australia | US\$ | Subsidiary |
| Foreign | Rs Agro-Chemical Trading Corporation A.V.V. | Aruba | US\$ | Subsidiary |
| Foreign | SQM Indonesia S.A. | Indonesia | US\$ | Subsidiary |
| Foreign | SQM Virginia L.L.C. | United States | US\$ | Subsidiary |
| Foreign | SQM Italia SRL | Italy | US\$ | Subsidiary |
| Foreign | Comercial Caiman Internacional S.A. | Panamá | US\$ | Subsidiary |
| Foreign | SQM Africa Pty. Ltd. | South Africa | US\$ | Subsidiary |
| Foreign | SQM Lithium Specialties LLC | United States | US\$ | Subsidiary |
| Foreign | SQM Iberian S.A. | Spain | US\$ | Subsidiary |
| Foreign | SQM Agro India Pvt. Ltd. | India | US\$ | Subsidiary |
| Foreign | SQM Beijing Commercial Co. Ltd. | China | US\$ | Subsidiary |
| Foreign | SQM Thailand Limited | Thailand | US\$ | Subsidiary |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 9 Related party disclosures (continued)**9.3 Detailed identification of the link between the Parent and subsidiary, continued**

As of December 31, 2014 and December 31, 2013, the detail of entities that are a related parties of the SQM S.A. Group is as follows:

| Tax ID No. | Name | Country of origin | Functional currency | Nature |
|-------------------|---|--------------------------|----------------------------|---------------|
| 96.801.610-5 | Comercial Hydro S.A. | Chile | Chilean peso | Subsidiary |
| 96.651.060-9 | SQM Potasio S.A. | Chile | US\$ | Subsidiary |
| 96.592.190-7 | SQM Nitratos S.A. | Chile | US\$ | Subsidiary |
| 96.592.180-K | Ajay SQM Chile S.A. | Chile | US\$ | Subsidiary |
| 86.630.200-6 | SQMC Internacional Ltda. | Chile | Chilean peso | Subsidiary |
| 79.947.100-0 | SQM Industrial S.A. | Chile | US\$ | Subsidiary |
| 79.906.120-1 | Isapre Norte Grande Ltda. | Chile | Chilean peso | Subsidiary |
| 79.876.080-7 | Almacenes y Depósitos Ltda. | Chile | Chilean peso | Subsidiary |
| 79.770.780-5 | Servicios Integrales de Tránsitos y Transferencias S.A. | Chile | US\$ | Subsidiary |
| 79.768.170-9 | Soquimich Comercial S.A. | Chile | US\$ | Subsidiary |
| 79.626.800-K | SQM Salar S.A. | Chile | US\$ | Subsidiary |
| 78.053.910-0 | Proinsa Ltda. | Chile | Chilean peso | Subsidiary |
| 76.534.490-5 | Sociedad Prestadora de Servicios de Salud Cruz del Norte S.A. | Chile | Chilean peso | Subsidiary |
| 76.425.380-9 | Exploraciones Mineras S.A. | Chile | US\$ | Subsidiary |
| 76.064.419-6 | Comercial Agrorama Ltda. | Chile | Chilean peso | Subsidiary |
| 76.145.229-0 | Agrorama S.A. | Chile | Chilean peso | Subsidiary |
| 76.359.919-1 | Orcoma Estudios SPA | Chile | US\$ | Subsidiary |
| 76.360.575-2 | Orcoma SPA | Chile | US\$ | Subsidiary |
| 77.557.430-5 | Sales de Magnesio Ltda. | Chile | Chilean peso | Associate |
| Foreign | Abu Dhabi Fertilizer Industries WWL | United Arab Emirates | Arab Emirates dirham | Associate |
| Foreign | Doktor Tarsa Tarim Sanayi AS | Turkey | Turkish lira | Associate |
| Foreign | Ajay North America | United States | US\$ | Associate |
| Foreign | Ajay Europe SARL | France | Euro | Associate |
| Foreign | SQM Eastmed Turkey | Turkey | Euro | Associate |
| Foreign | Charlee SQM Thailand Co. Ltd. | Thailand | Thai baht | Associate |
| Foreign | Sichuan SQM Migao Chemical Fertilizers Co Ltda. | China | US\$ | Joint venture |
| Foreign | Coromandel SQM | India | Indian rupee | Joint venture |
| Foreign | SQM Vitas Fzco. | Arab Emirates | Arab Emirates dirham | Joint venture |
| Foreign | SQM Star Qingdao Corp Nutrition Co., Ltd. | China | US\$ | Joint venture |
| Foreign | SQM Vitas Spain | Spain | Euro | |

| | | | | |
|--------------|---|----------------|--------------|--|
| Foreign | SQM Vitas Holland | Dutch Antilles | Euro | Joint control or significant influence |
| Foreign | SQM Vitas Plantacote B.V. | Dutch Antilles | Euro | Joint venture |
| Foreign | Kowa Company Ltd. | Japan | US\$ | Joint control |
| 96.511.530-7 | Sociedad de Inversiones Pampa Calichera | Chile | US\$ | Joint control |
| 96.529.340-k | Norte Grande S.A. | Chile | Chilean peso | Other related parties |
| 79.049.778-9 | Callegari Agricola S.A. | Chile | Chilean peso | Other related parties |
| Foreign | Coromandel Internacional | India | Indian rupee | Other related parties |
| Foreign | Vitas Roullier SAS | France | Euro | Other related parties |
| Foreign | SQM Vitas Brasil Agroindustria | Brazil | US\$ | Joint control or significant influence |
| Foreign | SQM Vitas Peru S.A.C. | Peru | US\$ | Joint control or significant influence |
| Foreign | SQM Vitas Southern Africa Pty. | South Africa | US\$ | Joint control or significant influence |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 9 Related party disclosures (continued)

9.4 Detail of related parties and related party transactions

Transactions between the Parent and its subsidiaries are part of the Company's common transactions. Their conditions are those customary for this type of transactions in respect of terms and market prices. In addition, these have been eliminated in consolidation and are not detailed in this note.

Maturity terms for each case vary by virtue of the transaction giving rise to them.

As of December 31, 2014 and December 31, 2013, there are no allowances for doubtful accounts related to balances pending of transactions with related parties as there is no impairment in them.

As of December 31, 2014 and December 31, 2013, the detail of transactions with related parties is as follows:

| Tax ID No. | Company | Nature | Country of origin | Transaction | 12/31/2014 | 12/31/2013 |
|--------------|-------------------------------------|-----------|----------------------|--------------------|------------|------------|
| | | | | | ThUS\$ | ThUS\$ |
| Foreign | Doktor Tarsa Tarim Sanayi As | Associate | Turkey | Sale of products | 26,806 | 13,844 |
| Foreign | Doktor Tarsa Tarim Sanayi As | Associate | Turkey | Other Transactions | - | 740 |
| Foreign | Ajay Europe S.A.R.L. | Associate | France | Sale of products | 28,566 | 35,884 |
| Foreign | Ajay Europe S.A.R.L. | Associate | France | Dividends | 2,728 | 5,093 |
| Foreign | Ajay North America LLC. | Associate | United States | Sale of products | 23,533 | 40,605 |
| Foreign | Ajay North America LLC. | Associate | United States | Dividends | 7,139 | 10,437 |
| Foreign | Ajay North America LLC. | Associate | United States | Sale of services | 90 | - |
| Foreign | Abu Dhabi Fertilizer Industries WWL | Associate | United Arab Emirates | Sale of products | 8,535 | 7,908 |
| Foreign | Charlee SQM Thailand Co. Ltd. | Associate | Thailand | Sale of products | 6,852 | 5,669 |
| 77.557.430-5 | Sales de Magnesio Ltda. | Associate | Chile | Sale of products | 1,112 | 1,186 |
| 77.557.430-5 | Sales de Magnesio Ltda. | Associate | Chile | Dividends | 1,245 | 892 |
| 77.557.430-5 | Sales de Magnesio Ltda. | Associate | Chile | | 35 | - |

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| | | | | | | |
|--------------|---|--|----------------------|--------------------|--------|--------|
| | | | | Sale of services | | |
| 96.529.340-k | Norte Grande S.A. | Other related parties | Chile | Sale of services | - | 140 |
| 79.049.778-9 | Callegari Agrícola S.A. | Other related parties | Chile | Other Transactions | 47 | - |
| Foreign | Kowa Company Ltd. | Other related parties | Japan | Sale of products | 76,714 | 77,176 |
| Foreign | Kowa Company Ltd. | Other related parties | Japan | Services received | 1,546 | 702 |
| Foreign | SQM Vitas Brasil Agroindustria | Joint control or significant influence | Brazil | Sale of products | 51,841 | 52,901 |
| Foreign | SQM Vitas Peru S.A.C. | Joint control or significant influence | Peru | Sale of products | 30,978 | 21,255 |
| Foreign | SQM Vitas Southern Africa Pty. | Joint control or significant influence | South Africa | Sale of products | 13,975 | 17,908 |
| Foreign | SQM Vitas Fzco. | Joint venture | United Arab Emirates | Sale of products | 1,681 | 289 |
| Foreign | SQM Vitas Fzco. | Joint venture | United Arab Emirates | Sale of services | - | 98 |
| Foreign | Sichuan SQM Migao Chemical Fertilizers Co Ltda. | Joint venture | China | Sale of products | 53,763 | 56,254 |
| Foreign | Sichuan SQM Migao Chemical Fertilizers Co Ltda. | Joint venture | China | Sale of services | - | 282 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 9 Related party disclosures (continued)**9.4 Detail of related parties and related party transactions, continued**

| Tax ID No. | Company | Nature | Country of origin | Transaction | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|-------------------|---|---------------|--------------------------|--------------------|------------------------------|------------------------------|
| Foreign | Coromandel SQM India | Joint venture | India | Sale of products | 4,930 | 5,242 |
| Foreign | SQM Star Qingdao Corp Nutrition Co., Ltd. | Joint venture | China | Sale of services | - | 148 |
| Foreign | SQM Vitas Spain | Joint venture | Spain | Sale of products | 7,700 | 1,624 |
| Foreign | SQM Vitas Plantacote B.V. | Joint venture | Netherlands | Sale of products | 4 | - |

9.5

Trade receivables due from related parties, current:

| Tax ID N° | Company | Nature | Country of origin | Currency | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|------------------|---|---------------------------|--------------------------|----------------------|------------------------------|------------------------------|
| 77.557.430-5 | Sales de Magnesio Ltda. | Associate | Chile | Ch\$ | 340 | 147 |
| Foreign | Charlee SQM Thailand Co. Ltd. | Associate | Thailand | US\$ | 2.559 | 331 |
| Foreign | Doktor Tarsa Tarim Sanayi AS | Associate | Turkey | US\$ | - | 11 |
| Foreign | Ajay Europe S.A.R.L. | Associate | France | Euro | 3.674 | 4,974 |
| Foreign | Ajay North America LLC. | Associate | United States | US\$ | 2.793 | 4,166 |
| Foreign | Abu Dhabi Fertilizer Industries WWL | Associate | United Arab Emirates | Arab Emirates dirham | 3.596 | 2,958 |
| Foreign | Kowa Company Ltd. | Jointly controlled entity | Japan | US\$ | 19.445 | 22,960 |
| 96.511.530-7 | Soc.de Inversiones Pampa Calichera | Jointly controlled entity | Chile | US\$ | 7 | 8 |
| Foreign | SQM Vitas Brasil Agroindustria | Joint venture | Brazil | US\$ | 29.425 | 18,205 |
| Foreign | SQM Vitas Peru S.A.C. | Joint venture | Peru | US\$ | 20.716 | 17,840 |
| Foreign | SQM Vitas Southern Africa PTY | Joint venture | South Africa | US\$ | 3.772 | 4,553 |
| Foreign | Coromandel SQM India | Joint venture | India | Indian rupee | 2.534 | 2,271 |
| Foreign | Sichuan SQM Migao Chemical Fertilizers Co | Joint venture | China | US\$ | 43.900 | 47,910 |

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| | | | | | | |
|--------------|---|-----------------------|----------------------|----------------------|----------------|----------------|
| | Ltda. | | | | | |
| 79.049.778-9 | Callegari Agrícola S.A. | Other related parties | Chile | Ch\$ | 87 | 363 |
| Foreign | SQM Vitas Fzco. | Joint venture | United Arab Emirates | Arab Emirates dirham | 523 | 436 |
| Foreign | SQM Vitas Spain | Joint venture | Spain | Euro | 1.099 | 760 |
| Foreign | SQM Vitas Plantacote B.V. | Joint venture | Holland | Euro | - | 133 |
| Foreign | SQM Star Qingdao Corp Nutrition Co., Ltd. | Joint venture | China | US\$ | 36 | |
| Foreign | SQM Vitas Holland | Joint venture | Holland | Euro | - | - |
| Total | | | | | 134,506 | 128,016 |

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Note 9 Related party disclosures (continued)

9.6 Trade payables due to related parties, current:

| Tax ID No. | Company. | Nature | Country of origin | Currency | 12/31/2014 | 12/31/2013 |
|----------------------------|------------------------------|---------------|--------------------------|-----------------|-------------------|-------------------|
| | | | | | ThUS\$ | ThUS\$ |
| Foreign | Doktor Tarsa Tarim Sanayi AS | Associate | Turkey | Turkish lira | 71 | - |
| Foreign | SQM Vitas Plantacote B.V. | Joint venture | Holland | Euro | 160 | - |
| Total as of to-date | | | | | 231 | - |

9.7 Board of Directors and Senior Management

1) Board of directors

The Company is managed by a Board of Directors which is composed of eight regular directors who are elected for a three-year period. The present Board of Directors was elected by the shareholders at the Ordinary Shareholders' Meeting of April 25, 2013.

As of December 31, 2014, the Company has an Audit Committee made up of three members of the Board of Directors. This Committee performs those duties provided in Article 50 bis of Law No. 18,046 on Shareholders Company, the Shareholders' Corporations Act.

During the periods covered by these financial statements, there are no pending balances receivable and payable between the Company, its directors or members of Senior Management other than those related to remuneration, fee allowances and profit-sharing. In addition, there were no transactions conducted between the Company, its directors or members of Senior Management.

2) Directors' Compensation

2.1.1 Board of Directors

Directors' compensation is detailed as follows:

A payment of a monthly fixed gross amount of UF 300 in favor of the Chairman of the Company's Board of
a) Directors and UF 125 in favor of the seven remaining board members regardless of their attendance at Board meetings or the number of meetings attended during the respective month.

A payment in domestic currency in favor of the Chairman of the Company's Board of Directors consisting of a
b) variable and gross amount equivalent to 0.35% of profit for the period effectively earned by the Company during fiscal year 2014.

A payment in domestic currency in favor of each Company's directors excluding the Chairman of the Board,
c) consisting of a variable and gross amount equivalent to 0.05% of profit for the period effectively earned by the Company during fiscal years 2014.

The fixed and variable amounts indicated above will not be subject to any charge between them, and those expressed as a percentage will be paid immediately after the shareholders at the respective Annual General
d) Shareholders' Meeting of the Company approve the statement of financial position (balance sheet), the financial statements, the annual report, the report by the account inspectors and the report of external auditors for the fiscal years ending December 31, 2014.

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Note 9 Related party disclosures (continued)

9.7 Board of Directors and Senior Management, continued

e) Therefore, the remunerations and profit sharing paid to members of the Board of Directors and Audit Committee during 2014 amount to ThUS\$3,424 (ThUS\$ 4,827 as of December 31, 2013).

3) Audit Committee

The remuneration of Directors Committee is composed of:

a) A payment of a monthly, fixed and gross amount of UF 17 in favor of each of the three Directors who are a part of the Company's Audit Committee, regardless of the number of meetings conducted during the respective month.

b) A payment in domestic currency and in favor of each of the three Directors of a variable and gross amount equivalent to 0.013% of the Company's profit for the period effectively earned by the Company during fiscal years 2014 and 2013.

4) No guarantees have been constituted in favor of the directors.

5) Senior management compensation:

As of December 31, 2014, the global compensation paid to the 108 main executives amounts to ThUS\$25,666 (ThUS\$32,888 as of December 31, 2013). This includes monthly fixed salary and variable performance bonuses.

The Company has a bonuses intermediate and bi-intermediate plan for compliance target and level of individual contribution to the Company's profit or loss. These benefits are structured in a minimum and maximum of gross remunerations which are paid once a year or every two years.

6) Additionally, the Company has retention bonuses for the Company's executives. The amount of these bonuses is linked to the price of the Company's share and is payable in cash between 2012 and 2016 (see Note 16).

7) No guarantees have been constituted in favor of the Company's management.

8) The Company's Managers and Directors do not receive or have not received any benefit during the period ended December 31, 2014 and the year ended December 31, 2013 or compensation for the concept of pensions, life insurance, paid time off, profit sharing, incentives, or benefits due to disability other than those mentioned in the preceding points.

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In accordance with IAS 24, we should report that the Company's Director Mr. Wolf Von Appen B. is also a member of the Ultramar Group. As of December 31, 2014, the amount of transactions with this Group is approximately 9)ThUS\$12,287 (ThUS\$16,850 as of December 31, 2013). In addition, Director José María Eyzaguirre is also a partner of Claro y Compañía. As of December 31, 2014, the amount of transactions with this Group is approximately ThUS\$242 (ThUS\$85 as of December 31, 2013).

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 9 Related party disclosures (continued)

9.8 Key management personnel compensation

| | 12/31/2014 | 12/31/2013 |
|---------------------------------------|-------------------|------------|
| | ThUS\$ | ThUS\$ |
| Key management personnel compensation | 25,666 | 24,150 |

Note 10 Financial instruments

Financial assets in conformity with IAS 39 are detailed as follows:

10.1 Types of other financial assets

| Description of other financial assets | 12/31/2014 | 12/31/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Other current financial assets (1) | 653,442 | 431,883 |
| Derivatives (2) | 17,160 | 3,283 |
| Hedging assets, current | - | 25,007 |
| Total other current financial assets | 670,602 | 460,173 |
| Other non-current financial assets | 427 | 95 |
| Hedging assets, non-current | - | - |
| Total other non-current financial assets | 427 | 95 |

(1) Relates to term deposits with maturities exceeding 90 days and less than 360 days from the investment date.

(2) Relate to forwards and options that were not classified as hedging instruments (see detail in Note 10.3).

Detail of other current financial assets

| Institution | 12/31/2014 | 12/31/2013 |
|-------------|------------|------------|
| | ThUS\$ | ThUS\$ |

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| | | |
|--------------------------------|---------|---------|
| Banco Santander | 141,914 | 131,534 |
| BBVA | 91,718 | 80,206 |
| Banco de Crédito e Inversiones | 140,216 | 79,530 |
| Banco de Chile | 60,153 | 42,095 |
| Corpbanca | 91,372 | 61,244 |
| Banco Itaú | 100,136 | 30,207 |
| Banco Security | 24,683 | 7,067 |
| Morgan Stanley | 3,250 | - |
| Total | 653,442 | 431,883 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.2 Trade and other receivables, current and non-current

| | 12/31/2014 | | | 12/31/2013 | | |
|-----------------------------------|-------------------|-------------|---------|-------------------|-------------|---------|
| | Current | Non-current | Total | Current | Non-current | Total |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Trade receivables | 322,231 | - | 322,231 | 314,151 | - | 314,151 |
| Prepayments | 11,378 | - | 11,378 | 12,127 | - | 12,127 |
| Other receivables | 7,221 | 2,044 | 9,265 | 4,714 | 1,282 | 5,996 |
| Total trade and other receivables | 340,830 | 2,044 | 342,874 | 330,992 | 1,282 | 332,274 |

| | 12/31/2014 | | | 12/31/2013 | | |
|---|-----------------------------|--|--|-----------------------------|--|--|
| | Assets before allowances | Allowance for doubtful trade receivables | Assets for trade receivables, net | Assets before allowances | Allowance for doubtful trade receivables | Assets for trade receivables, net |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Receivables related to credit operations, current | 337,296 | (15,065) |) 322,231 | 330,052 | (15,901) |) 314,151 |
| Trade receivables, current | 337,296 | (15,065) |) 322,231 | 330,052 | (15,901) |) 314,151 |
| Prepayments, current | 14,178 | (2,800) |) 11,378 | 14,927 | (2,800) |) 12,127 |
| Other receivables, current | 9,184 | (1,963) |) 7,221 | 6,663 | (1,949) |) 4,714 |
| Current trade and other receivables | 360,658 | (19,828) |) 340,830 | 351,642 | (20,650) |) 330,992 |
| Other receivables, non-current | 2,044 | - |) 2,044 | 1,282 | - |) 1,282 |
| Non-current receivables | 2,044 | - |) 2,044 | 1,282 | - |) 1,282 |
| Total trade and other receivables | 362,702 | (19,828) |) 342,874 | 352,924 | (20,650) |) 332,274 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.2 Trade and other receivables, continued****Portfolio stratification, continued**

The Company's policy is to require guarantees (such as letters of credit, guarantee clauses and others) and/or maintain insurance policies for certain accounts as deemed necessary by management.

Unsecuritized portfolio

As of December 31, 2014 and December 31, 2013, the detail of the unsecuritized portfolio is as follows:

12/31/2014

| | Not overdue - 30 days | 31 - 60 days | 61 - 90 days | 91 - 120 days | 121 - 150 days | 151 - 180 days | 181 - 210 days | 211 - 250 days | Over 250 days | Total | |
|--|-----------------------|--------------|--------------|---------------|----------------|----------------|----------------|----------------|---------------|--------|---------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | |
| Number of customers, portfolio under no renegotiated terms | 2,997 | 574 | 533 | 90 | 305 | 297 | 15 | 269 | 283 | 1,779 | 7,142 |
| Portfolio under no renegotiated terms | 243,255 | 51,738 | 21,425 | 5,883 | 718 | 1,062 | 127 | 520 | 162 | 6,659 | 331,549 |
| Number of customers under renegotiated terms portfolio | 49 | 7 | 2 | 2 | 1 | 1 | 1 | 2 | 1 | 81 | 147 |
| Portfolio under renegotiated terms, gross | 1,027 | 55 | 20 | 1,052 | 412 | 958 | 22 | 6 | 15 | 2,180 | 5,747 |
| Total gross portfolio | 244,282 | 51,793 | 21,445 | 6,935 | 1,130 | 2,020 | 149 | 526 | 177 | 8,839 | 337,296 |

12/31/2013

| Not overdue - 30 days | 31 - 60 days | Total |
|-----------------------|--------------|-------|
|-----------------------|--------------|-------|

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| | | | | 61 - 90 | 91 - 120 | 121 - 150 | 151 - 180 | 181 - 210 | 211 - 250 | Over 250 | |
|--|---------|--------|--------|---------|----------|-----------|-----------|-----------|-----------|----------|---------|
| | ThUS\$ | ThUS\$ | ThUS\$ | days | days | days | days | days | days | days | ThUS\$ |
| Number of customers, portfolio under no renegotiated terms | 3,175 | 1,055 | 515 | 395 | 332 | 304 | 303 | 294 | 312 | 1,817 | 8,502 |
| Portfolio under no renegotiated terms | 269,970 | 29,722 | 4,144 | 432 | 572 | 210 | 1,138 | 118 | 8,955 | 8,371 | 323,632 |
| Number of customers under renegotiated terms portfolio | 42 | 8 | 2 | 2 | 3 | 1 | 5 | 6 | 12 | 113 | 194 |
| Portfolio under renegotiated terms, gross | 2,964 | 79 | 15 | 69 | 42 | 13 | 87 | 85 | 447 | 2,619 | 6,420 |
| Total gross portfolio | 272,934 | 29,801 | 4,159 | 501 | 614 | 223 | 1,225 | 203 | 9,402 | 10,990 | 330,052 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.2 Trade and other receivables, continued**

The detail of allowances is as follows:

| | 12/31/2014 | 12/31/2013 |
|---|------------|------------|
| | ThUS\$ | ThUS\$ |
| Provision and write-offs | | |
| Allowance for portfolio under no renegotiated terms | 16,585 | 16,711 |
| Allowance for portfolio with renegotiated terms | 3,717 | 4,459 |
| Write-offs for the period | (474) | (520) |
| Total | 19,828 | 20,650 |

a) Credit risk concentration

Credit risk concentration with respect to trade receivables is reduced due to the great number of entities included in the Company's client database and their distribution throughout the world.

10.3 Hedging assets and liabilities

The balance represents derivative instruments measured at fair value which have been classified as hedges from exchange and interest rate risks related to the total obligations associated with bonds of the Company in Chilean pesos and UF (and the exchange risk in Chilean pesos of the Company's investment plans). As of December 31, 2014, the face value of cash flows in Cross Currency Swap contracts agreed upon in US dollars amounted to ThUS\$368,017 and as of December 31, 2013 such contracts amounted to ThUS\$555,303.

| Hedging liabilities | Derivative instruments (CCS) | Effect on profit or loss for the period | Hedging reserve in gross equity | Deferred tax hedging reserve in equity | Hedging reserve in equity |
|---------------------|------------------------------|---|---------------------------------|--|---------------------------|
| | ThUS\$ | Derivative instruments | ThUS\$ | ThUS\$ | ThUS\$ |
| | | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| December 31, 2014 | 37,034 | (43,236) | 1,638 | (311) | 1,327 |
| Hedging assets | Derivative instruments (CCS) | Effect on profit or loss for the period | Hedging reserve in gross equity | Deferred tax hedging | Hedging reserve in |

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| | ThUS\$ | Derivative instruments ThUS\$ | ThUS\$ | reserve in equity ThUS\$ | equity ThUS\$ |
|-------------------|--------|-------------------------------------|----------|--------------------------------|------------------|
| December 31, 2013 | 23,602 | (45,312 |) (3,307 |) 661 | (2,646) |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.3 Hedging assets and liabilities, continued**

| Hedging liabilities | Derivative instruments (IRS) ThUS\$ | Effect on profit or loss for the period derivative instruments ThUS\$ | Hedging reserve in gross equity ThUS\$ | Deferred tax hedging reserve in equity ThUS\$ | Hedging reserve in equity ThUS\$ |
|---------------------|--|--|---|--|-------------------------------------|
| December 31, 2014 | 736 | (1,050) | (596) | - | (596) |
| December 31, 2013 | 1,339 | (93) | (1,153) | - | (1,153) |

The balances in the “effect on profit or loss” column consider the interim effects of the contracts in force as of December 31, 2014 and December 31, 2013.

Derivative contract maturities are detailed as follows:

| Series | Contract amount ThUS\$ | Currency | Maturity date |
|--------|---------------------------|----------|---------------|
| C | 73,059 | UF | 12/01/2026 |
| H | 162,353 | UF | 01/05/2018 |
| M | 40,588 | UF | 02/01/2017 |
| O | 60,882 | UF | 02/01/2017 |

The Company uses cross currency swap derivative instruments to hedge the possible financial risk associated with the volatility of the exchange rate associated with Chilean pesos and UF. The objective is to hedge the exchange rate financial risks associated with bonds payable. Hedges are documented and tested to measure their effectiveness.

Based on a comparison of critical terms, hedging is highly effective, given that the hedged amount is consistent with obligations maintained for bonds denominated in Chilean pesos and UF. Likewise, hedging contracts are denominated in the same currencies and have the same expiration dates of bond principal and interest payments.

Hedge Accounting

The Company classifies derivative instruments as hedging that may include derivative or embedded derivatives either as fair value hedge derivative instruments, cash flow hedge derivative instruments, or hedge derivative instruments for net investment in a business abroad.

a) Fair value hedge

Changes in fair values of derivative instruments classified as fair value hedge derivative instruments are accounted for in gains and losses immediately along with any change in the fair value of the hedged item that is attributable to the risk being hedged.

The Company documents the relationship between hedge instruments and the hedged item along with the objectives of its risk management and strategy to carry out different hedging transactions. In addition, upon commencement of the period hedged and then on a quarterly basis the Company documents whether hedge instruments have been efficient and met the objective of hedging market fluctuations for the purpose of which we use the effectiveness test. A hedge instrument is deemed effective if the effectiveness test result is between 80% to 120%.

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Note 10 Financial instruments (continued)

10.3 Hedging assets and liabilities, continued

The hedge instruments are classified as effective or not effective on the basis of the effectiveness test results. As of to date, hedges are classified as effective on the basis of the effectiveness tests. This note includes the detail of fair values of derivatives classified as hedging instruments.

b) Cash flow hedges

Cash flow hedges cover exposure to the cash flow variations attributable to a risk associated with a specific transaction that is very likely to be executed, that may have material effects on the results of the Company.

10.4 Financial liabilities

Other current and non-current financial liabilities

As of December 31, 2014 and December 31, 2013, the detail is as follows:

| | 12/31/2014 | | | 12/31/2013 | | |
|-----------------------------|-------------------|-----------------------|-----------------|-------------------|-----------------------|-----------------|
| | Current ThUS\$ | Non-current ThUS\$ | Total ThUS\$ | Current ThUS\$ | Non-current ThUS\$ | Total ThUS\$ |
| Bank borrowings | 191,116 | 219,838 | 410,954 | 171,347 | 309,489 | 480,836 |
| Obligations with the public | 19,453 | 1,317,429 | 1,336,882 | 227,652 | 1,106,496 | 1,334,148 |
| Derivatives | 1,791 | - | 1,791 | 1,088 | - | 1,088 |
| Hedging liabilities | 812 | 36,958 | 37,770 | 1,339 | 1,405 | 2,744 |
| Total | 213,172 | 1,574,225 | 1,787,397 | 401,426 | 1,417,390 | 1,818,816 |

Current and non-current borrowings

As of December 31, 2014 and December 31, 2013, the detail is as follows:

| | 12/31/2014 | 12/31/2013 |
|--|------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Long-term borrowings | 219,838 | 309,489 |
| Short-term borrowings | 100,057 | 100,135 |
| Current portion of long-term borrowings | 91,059 | 71,212 |
| Short-term loans and current portion of long-term borrowings | 191,116 | 171,347 |
| Total borrowings assumed | 410,954 | 480,836 |

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Note 10 Financial instruments (continued)

10.4 Financial liabilities, continued

a) Bank loans, current:

As of December 31, 2014 and December 31, 2013, the detail of this caption is as follows:

| Debtor Tax ID No | Subsidiary | Country | Tax ID No. | Creditor Financial institution | Country | Currency or Adjustment index | Repayment | Effective rate | Nominal rate |
|---------------------|--|---------|--------------|--|-------------------|------------------------------------|------------------|-------------------|-----------------|
| 93.007.000-9 | SQM.S.A. | Chile | 97.018.000-1 | Scotiabank Sud Americano | Chile | US\$ | Upon maturity | 0.59% | 0.59% |
| 93.007.000-9 | SQM.S.A. | Chile | 97.018.000-1 | Scotiabank Sud Americano | Chile | US\$ | Upon maturity | 0.46% | 0.46% |
| 93.007.000-9 | SQM.S.A. | Chile | 97.030.000-7 | Banco Estado | Chile | US\$ | Upon maturity | 0.59% | 0.59% |
| 93.007.000-9 | SQM S.A. | Chile | Foreign | Banco Estado NY Branch | United States | US\$ | Upon maturity | 3.56% | 2.33% |
| 79.626.800-K | SQM Salar S.A. | Chile | 97.018.000-1 | Scotiabank Sud Americano | Chile | US\$ | Upon maturity | 0.38% | 0.38% |
| 79.947.100-0 | SQM Industrial S.A. | Chile | 97.030.000-7 | Banco Estado | Chile | US\$ | Upon maturity | 0.41% | 0.41% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Scotiabank & Trust (Cayman) Ltd. | Cayman Islands | US\$ | Upon maturity | 2.27% | 1.37% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Bank of America | United States | US\$ | Upon maturity | 2.70% | 2.33% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Export Development Canada | Canada | US\$ | Upon maturity | 2.45% | 1.29% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | The Bank of Tokyo-Mitsubishi UFJ, Lda. (New York) | United States | US\$ | Upon maturity | 2.12% | 0.97% |

| Debtor Subsidiary | Creditor Financial institution | 12/31/2014 Nominal amounts | 12/31/2014 Current amounts | Total ThUS\$ |
|----------------------|-----------------------------------|-------------------------------|-------------------------------|--------------|
|----------------------|-----------------------------------|-------------------------------|-------------------------------|--------------|

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| | | Up to 90 days ThUS\$ | 90 days to 1 year ThUS\$ | Total ThUS\$ | Up to 90 days ThUS\$ | 90 days to 1 year ThUS\$ | Subtotal ThUS\$ | Borrowing costs ThUS\$ | |
|--|--|----------------------------|--------------------------------|-----------------|----------------------------|--------------------------------|--------------------|------------------------------|---------|
| SQM.S.A. | Scotiabank Sud Americano | - | 20,000 | 20,000 | 5 | 20,000 | 20,005 | - | 20,005 |
| SQM.S.A. | Scotiabank Sud Americano | - | 20,000 | 20,000 | 9 | 20,000 | 20,009 | - | 20,009 |
| SQM.S.A. | Banco Estado | - | 20,000 | 20,000 | - | 20,026 | 20,026 | - | 20,026 |
| SQM S.A. | Banco Estado NY Branch | - | - | - | 988 | - | 988 | - | 988 |
| SQM Salar S.A. | Scotiabank Sud Americano | - | 20,000 | 20,000 | 9 | 20,000 | 20,009 | - | 20,009 |
| SQM Industrial S.A. | Banco Estado | 20,000 | - | 20,000 | 20,008 | - | 20,008 | - | 20,008 |
| Royal Seed Trading Corporation A.V.V. | Scotiabank & Trust (Cayman) Ltd. | - | 50,000 | 50,000 | - | 50,137 | 50,137 | (85) | 50,052 |
| Royal Seed Trading Corporation A.V.V. | Bank of America | - | - | - | - | 117 | 117 | (66) | 51 |
| Royal Seed Trading Corporation A.V.V. | Export Development Canada | - | 20,000 | 20,000 | - | 20,013 | 20,013 | (60) | 19,953 |
| Royal Seed Trading Corporation A.V.V. | The Bank of Tokyo-Mitsubishi UFJ, Lda. (New York) | - | 20,000 | 20,000 | - | 20,084 | 20,084 | (69) | 20,015 |
| Total | | 20,000 | 170,000 | 190,000 | 21,019 | 170,377 | 191,396 | (280) | 191,116 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4 Financial liabilities, continued**

| Debtor Tax ID No | Subsidiary | Country | Tax ID No. | Creditor Financial institution | Country | Currency or adjustment index | Repayment | Effective | Nominal |
|---------------------|--|---------|--------------|--|-------------------|------------------------------------|------------------|-----------|---------|
| | | | | | | | rate | rate | Rate |
| 93.007.000-9 | SQM.S.A. | Chile | 97.018.000-1 | Scotiabank Sud Americano | Chile | USD | Upon maturity | 0.65 % | 0.65 % |
| 93.007.000-9 | SQM.S.A. | Chile | 97.018.000-1 | Scotiabank Sud Americano | Chile | USD | Upon maturity | 0.47 % | 0.47 % |
| 93.007.000-9 | SQM S.A. | Chile | Foreign | Banco Estado NY Branch | United States | USD | Upon maturity | 3.10 % | 2.39 % |
| 79.626.800-K | SQM Salar S.A. | Chile | 97.030.000-7 | Banco Estado | Chile | USD | Upon maturity | 0.61 % | 0.61 % |
| 79.626.800-K | SQM Salar S.A. | Chile | 97.018.000-1 | Scotiabank Sud Americano | Chile | USD | Upon maturity | 0.59 % | 0.59 % |
| 79.947.100-0 | SQM Industrial S.A. | Chile | 97.030.000-7 | Banco Estado | Chile | USD | Upon maturity | 0.75 % | 0.75 % |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Bank of America | United States | USD | Upon maturity | 1.75 % | 1.27 % |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Export Development Canada | Canada | USD | Upon maturity | 1.69 % | 1.30 % |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Scotiabank & Trust (Cayman) Ltd. | Cayman Islands | USD | Upon maturity | 1.35 % | 1.24 % |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Scotiabank & Trust (Cayman) Ltd. | Cayman Islands | USD | Upon maturity | 1.73 % | 1.41 % |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | The Bank of Tokyo-Mitsubishi UFJ, Lda. (New York) | United States | USD | Upon maturity | 1.37 % | 1.01 % |

| Debtor Filial | Creditor Financial institution | 12/31//2013 | | | 12/31/2013 | | | Subtotal ThUS\$ | Borrowing costs ThUS\$ | Total ThUS\$ |
|------------------|-----------------------------------|---|--------------------------------|-----------------|---|--------------------------------|-----------------|--------------------|------------------------------|-----------------|
| | | Nominal amounts Up to 90 days ThUS\$ | 90 days to 1 year ThUS\$ | Total ThUS\$ | Current amounts Up to 90 days ThUS\$ | 90 days to 1 year ThUS\$ | Total ThUS\$ | | | |

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| | | | | | | | | | |
|---------------------------------------|---|--------|---------|---------|--------|---------|---------|--------|---------|
| SQM.S.A. | Scotiabank Sud Americano | - | 20,000 | 20,000 | 3 | 20,000 | 20,003 | - | 20,003 |
| SQM.S.A. | Scotiabank Sud Americano | - | 20,000 | 20,000 | 7 | 20,000 | 20,007 | - | 20,007 |
| SQM S.A. | Banco Estado NY Branch | - | - | - | 1,012 | - | 1,012 | (26) | 986 |
| SQM Salar S.A. | Banco Estado | 20,000 | - | 20,000 | 20,033 | - | 20,033 | - | 20,033 |
| SQM Salar S.A. | Scotiabank Sud Americano | - | 20,000 | 20,000 | 11 | 20,000 | 20,011 | - | 20,011 |
| SQM Industrial S.A. | Banco Estado | - | 20,000 | 20,000 | - | 20,081 | 20,081 | - | 20,081 |
| Royal Seed Trading Corporation A.V.V. | Bank of America | - | - | - | - | 120 | 120 | (65) | 55 |
| Royal Seed Trading Corporation A.V.V. | Export Development Canada | - | 10,000 | 10,000 | - | 10,014 | 10,014 | (60) | 9,954 |
| Royal Seed Trading Corporation A.V.V. | Scotiabank & Trust (Cayman) Ltd. | - | 50,000 | 50,000 | 189 | 50,000 | 50,189 | (43) | 50,146 |
| Royal Seed Trading Corporation A.V.V. | Scotiabank & Trust (Cayman) Ltd. | - | - | - | - | 139 | 139 | (106) | 33 |
| Royal Seed Trading Corporation A.V.V. | The Bank of Tokyo-Mitsubishi UFJ, Lda. (New York) | - | 10,000 | 10,000 | - | 10,108 | 10,108 | (70) | 10,038 |
| Total | | 20,000 | 150,000 | 170,000 | 21,255 | 150,462 | 171,717 | (370) | 171,347 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4 Financial liabilities, continued**

b) Unsecured obligations, current:

As of December 31, 2014 and December 31, 2013, the detail of current unsecured interest-bearing obligations is composed of promissory notes and bonds, as follows:

Bonds

| Debtor | Number of registration or ID of the instrument | Series | Maturity date | Currency or adjustment index | Periodicity | Effecti rate |
|---------------------------------|--|---------------|---------------|------------------------------|---------------------|---------------------|
| Tax ID No. Subsidiary País | | | | | Payment of interest | Repayment |
| 93.007.000-9 SQM S.A. Chile - | | ThUS\$200,000 | 04/15/2015 | US\$ | Semiannual | Upon maturity 6.25% |
| 93.007.000-9 SQM S.A. Chile - | | ThUS\$250,000 | 04/21/2015 | US\$ | Semiannual | Upon maturity 5.67% |
| 93.007.000-9 SQM S.A. Chile - | | ThUS\$250,000 | 01/28/2015 | US\$ | Semiannual | Upon maturity 4.46% |
| 93.007.000-9 SQM S.A. Chile - | | ThUS\$300,000 | 04/03/2015 | US\$ | Semiannual | Upon maturity 3.86% |
| 93.007.000-9 SQM S.A. Chile 446 | | C | 06/01/2015 | UF | Semiannual | Semiannual 6.34% |
| 93.007.000-9 SQM S.A. Chile 564 | | H | 01/05/2015 | UF | Semiannual | Semiannual 4.23% |
| 93.007.000-9 SQM S.A. Chile 700 | | M | 02/01/2015 | UF | Semiannual | Upon maturity 3.20% |
| 93.007.000-9 SQM S.A. Chile 699 | | O | 02/01/2015 | UF | Semiannual | Upon maturity 3.74% |

| Subsidiary | Country | Series | 12/31/2014 | | 12/31/2014 | | Subtotal | Bond issuance costs | Total |
|------------|---------|---------------|--------------------|--------------------|---------------|-------------------|----------|---------------------|--------|
| | | | Nominal maturities | Current maturities | Up to 90 days | 91 days to 1 year | | | |
| | | | Up to 90 days | 91 days to 1 year | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| SQM S.A. | Chile | ThUS\$200,000 | - | - | - | 2.586 | 2.586 | (293) | 2.293 |
| SQM S.A. | Chile | ThUS\$250,000 | - | - | - | 2.674 | 2.674 | (384) | 2.290 |
| SQM S.A. | Chile | ThUS\$250,000 | - | - | 1.914 | - | 1.914 | (433) | 1.481 |

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| | | | | | | | | | | |
|----------------|---------------|---|-------|-------|-------|--------|--------|--------|---|--------|
| SQM S.A. Chile | ThUS\$300,000 | - | - | - | - | 2.658 | 2.658 | (614 |) | 2.044 |
| SQM S.A. Chile | C | - | 6.088 | 6.088 | - | 6.329 | 6.329 | - | | 6.329 |
| SQM S.A. Chile | H | - | - | - | 3.843 | - | 3.843 | (139 |) | 3.704 |
| SQM S.A. Chile | M | - | - | - | 554 | - | 554 | (130 |) | 424 |
| SQM S.A. Chile | O | - | - | - | 955 | - | 955 | (67 |) | 888 |
| Total | | - | 6.088 | 6.088 | 7.266 | 14.247 | 21.513 | (2.060 |) | 19.453 |

Effective rates of bonds in Chilean pesos and UF are expressed and calculated in U.S. dollars based on the flows agreed in Cross Currency Swap Agreements.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4 Financial liabilities, continued**

| Debtor | Number of registration or ID of the instrument | Series | Maturity date | Currency or adjustment index | Periodicity | Payment of interest | Repayment |
|--------------|--|---------|---------------|------------------------------|-------------|---------------------|-----------------------------|
| Tax ID No. | Subsidiary | Country | | | | | |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$200,000 | 04/15/2014 | US\$ | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$250,000 | 04/21/2014 | US\$ | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$300,000 | 04/03/2014 | US\$ | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | 446 | C | 06/01/2014 | UF | Semiannual Semiannual |
| 93.007.000-9 | SQM S.A. | Chile | 563 | G | 01/05/2014 | Ch\$ | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | 564 | H | 01/05/2014 | UF | Semiannual Semiannual |
| 93.007.000-9 | SQM S.A. | Chile | 563 | I | 04/01/2014 | UF | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | 563 | J | 04/01/2014 | Ch\$ | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | 700 | M | 02/01/2014 | UF | Semiannual Upon maturity |
| 93.007.000-9 | SQM S.A. | Chile | 699 | O | 02/01/2014 | UF | Semiannual Upon maturity |

| Subsidiary | Country | Series | 12/31/2013 | | | 12/31/2013 | | | Bond issuance costs | Total |
|------------|---------|---------------|--------------------|-------------------|--------|--------------------|-------------------|----------|---------------------|---------|
| | | | Nominal maturities | | | Current maturities | | | | |
| | | | Up to 90 days | 91 days to 1 year | Total | Up to 90 days | 91 days to 1 year | Subtotal | | |
| ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | | |
| SQM S.A. | Chile | ThUS\$200,000 | - | - | - | - | 2,586 | 2,586 | (293) | 2,293 |
| SQM S.A. | Chile | ThUS\$250,000 | - | - | - | - | 2,674 | 2,674 | (384) | 2,290 |
| SQM S.A. | Chile | ThUS\$300,000 | - | - | - | - | 2,658 | 2,658 | (614) | 2,044 |
| SQM S.A. | Chile | C | - | 6,665 | 6,665 | - | 6,951 | 6,951 | (210) | 6,741 |
| SQM S.A. | Chile | G | 40,030 | - | 40,030 | 41,377 | - | 41,377 | - | 41,377 |
| SQM S.A. | Chile | H | - | - | - | 4,207 | - | 4,207 | (139) | 4,068 |
| SQM S.A. | Chile | I | 66,648 | - | 66,648 | - | 67,144 | 67,144 | (87) | 67,057 |
| SQM S.A. | Chile | J | 99,121 | - | 99,121 | - | 100,466 | 100,466 | (139) | 100,327 |
| SQM S.A. | Chile | M | - | - | - | 606 | - | 606 | (130) | 476 |
| SQM S.A. | Chile | O | - | - | - | 1,045 | - | 1,045 | (66) | 979 |

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| | | | | | | | | |
|-------|---------|-------|---------|--------|---------|---------|----------|---------|
| Total | 205,799 | 6,665 | 212,464 | 47,235 | 182,479 | 229,714 | (2,062) | 227,652 |
|-------|---------|-------|---------|--------|---------|---------|----------|---------|

Effective rates of bonds in Chilean pesos and UF are expressed and calculated in U.S. dollars based on the flows agreed in Cross Currency Swap Agreements.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4****Financial liabilities, continued**

c) Types of interest-bearing borrowings, non-current

Non-current interest-bearing borrowings as of December 31, 2014 and December 31, 2013 are detailed as follows:

| Debtor | | Creditor | | Currency or adjustment | | | Repayment | Effective | Nominal |
|--------------|---------------------------------------|----------|------------|--|----------------|-------|---------------|---------------|---------|
| Tax ID No. | Subsidiary | Country | Tax ID No. | Financial institution | Country | Index | rate | Rate | |
| 93.007.000-9 | SQM S.A. | Chile | Foreign | Banco Estado NY Branch | United States | US\$ | Upon maturity | 3.56 % 2.33 % | |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Scotiabank & Trust (Caimán) Ltd. | Cayman Islands | US\$ | Upon maturity | 2.27 % 1.37 % | |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Bank of America | United States | US\$ | Upon maturity | 2.70 % 1.23 % | |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Export Development Canada | Canada | US\$ | Upon maturity | 2.12 % 1.27 % | |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | The Bank of Tokyo-Mitsubishi UFJ, Ltd (New York) | United States | US\$ | Upon maturity | 2.45 % 0.97 % | |

| Subsidiary | Financial institution | Nominal non-current maturities 31/12/2014 | | | Non-current maturities 31/12/2014 | | | Borrowings costs | Total |
|------------|------------------------|---|-------------------|--------|-----------------------------------|-------------------|----------|------------------|---------|
| | | Over 2 years to 3 | Over 3 years to 4 | Total | Over 2 years to 3 | Over 3 years to 4 | Subtotal | | |
| | | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| SQM S.A. | Banco Estado NY Branch | - | 140,000 | - | 140,000 | - | 140,000 | - | 140,000 |

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| | | | | | | | | | | | |
|--|---|---|---------|---|---------|---|---------|---|---------|--------|---------|
| Royal Seed Trading Corporation A.V.V. | Bank of America | - | 40,000 | - | 40,000 | - | 40,000 | - | 40,000 | (49) | 39,951 |
| Royal Seed Trading Corporation A.V.V. | Export Development Canada | - | 20,000 | - | 20,000 | - | 20,000 | - | 20,000 | (59) | 19,941 |
| Royal Seed Trading Corporation A.V.V. | The Bank of Tokyo-Mitsubishi UFJ, Ltd (New York) | - | 20,000 | - | 20,000 | - | 20,000 | - | 20,000 | (54) | 19,946 |
| Total | | - | 220,000 | - | 220,000 | - | 220,000 | - | 220,000 | (162) | 219,838 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4 Financial liabilities, continued**

| Debtor | | Creditor | | | Currency or adjustment | Repayment | Effective | Nominal | |
|--------------|---------------------------------------|----------|------------|--|------------------------|-----------|---------------|---------|-------|
| Tax ID No. | Subsidiary | Country | Tax ID No. | Financial institution | Country | Index | rate | rate | |
| 93.007.000-9 | SQM S.A. | Chile | Foreign | Banco Estado NY Branch | United States | USD | Upon maturity | 3.10% | 2.39% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Scotiabank & Trust (Caimán) Ltd. | Islas Caimán | USD | Upon maturity | 1.35% | 1.41% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Bank of America | United States | USD | Upon maturity | 1.75% | 1.27% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | Export Development Canada | Canada | USD | Upon maturity | 1.69% | 1.30% |
| Foreign | Royal Seed Trading Corporation A.V.V. | Aruba | Foreign | The Bank of Tokyo-Mitsubishi UFJ, Ltd (New York) | United States | USD | Upon maturity | 1.37% | 1.01% |

| Subsidiary | Financial institution | Nominal non-current maturities 12/31/2013 | | | | Non-current maturities 12/31/2013 | | | | Subtotal | Borrowing costs |
|---------------------------------------|----------------------------------|---|-------------------|-------------------|---------|-----------------------------------|-------------------|-------------------|---------|----------|-----------------|
| | | Over 1 years to 2 | Over 2 years to 3 | Over 3 years to 4 | Total | Over 1 years to 2 | Over 2 years to 3 | Over 3 years to 4 | Total | | |
| SQM S.A. | Banco Estado NY Branch | - | - | 140,000 | 140,000 | - | - | 140,000 | 140,000 | (70) | |
| Royal Seed Trading Corporation A.V.V. | Scotiabank & Trust (Caimán) Ltd. | 50,000 | - | - | 50,000 | 50,000 | - | - | 50,000 | (85) | |
| Royal Seed Trading Corporation A.V.V. | Bank of America | - | 40,000 | - | 40,000 | - | 40,000 | - | 40,000 | (114) | |
| Royal Seed Trading Corporation | Export Development Canada | - | 40,000 | - | 40,000 | - | - | 40,000 | 40,000 | (119) | |

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A.V.V.

| | | | | | | | | | | |
|---------------------------------------|--|--------|---------|---------|---------|--------|--------|---------|---------|-------|
| Royal Seed Trading Corporation A.V.V. | The Bank of Tokyo-Mitsubishi UFJ, Ltd (New York) | - | 40,000 | - | 40,000 | - | 40,000 | - | 40,000 | (123) |
| Total | | 50,000 | 120,000 | 140,000 | 310,000 | 50,000 | 80,000 | 180,000 | 310,000 | (511) |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4****Financial liabilities, continued**

d) Non-current unsecured interest-bearing bonds

The breakdown of non-current unsecured interest-bearing bonds as of December 31, 2014 and December 31, 2013 is detailed as follows:

| Tax ID No. | Subsidiary | Country | Number of registrations of the instrument | Series or ID | Amount | Maturity date | Currency or adjustment index | Periodicity Payment of interest | Repayment | Effect rate |
|--------------|------------|---------|---|--------------|---------|---------------|---------------------------------|---------------------------------------|---------------|----------------|
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$ | 200,000 | 04/15/2016 | US\$ | Semiannual | Upon maturity | 6.25% |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$ | 250,000 | 04/21/2020 | US\$ | Semiannual | Upon maturity | 5.67% |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$ | 250,000 | 01/28/2025 | US\$ | Semiannual | Upon maturity | 4.46% |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$ | 300,000 | 04/03/2023 | US\$ | Semiannual | Upon maturity | 3.86% |
| 93.007.000-9 | SQM S.A. | Chile | 446 | C | | 12/01/2026 | UF | Semiannual | Semiannual | 6.34% |
| 93.007.000-9 | SQM S.A. | Chile | 564 | H | | 01/05/2030 | UF | Semiannual | Semiannual | 4.23% |
| 93.007.000-9 | SQM S.A. | Chile | 700 | M | | 02/01/2017 | UF | Semiannual | Upon maturity | 3.20% |
| 93.007.000-9 | SQM S.A. | Chile | 699 | O | | 02/01/2033 | UF | Semiannual | Upon maturity | 3.74% |

Nominal non-current maturities
12/31/2014

Non-current maturities
12/31/2014

| Series | Over 1 | Over 2 | Over 3 | Over 4 | Over 5 | Total | Over 1 | Over 2 | Over 3 | Over 4 | Over 5 |
|---------------|-----------|------------|------------|------------|-----------|-----------|-----------|------------|------------|------------|-----------|
| | year to 2 | years to 3 | Years to 4 | Years to 5 | years | | year to 2 | years to 3 | Years to 4 | Years to 5 | years |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| ThUS\$200,000 | 200,000 | - | - | - | - | 200,000 | 200,000 | - | - | - | - |
| ThUS\$250,000 | - | - | - | - | 250,000 | 250,000 | - | - | - | - | 250,000 |
| ThUS\$250,000 | - | - | - | - | 250,000 | 250,000 | - | - | - | - | 250,000 |
| ThUS\$300,000 | - | - | - | - | 300,000 | 300,000 | - | - | - | - | 300,000 |
| C | 6,088 | 6,088 | 6,088 | 6,088 | 42,619 | 66,971 | 6,088 | 6,088 | 6,088 | 6,088 | 42,619 |
| H | - | - | - | - | 162,354 | 162,354 | - | - | - | - | 162,354 |
| M | - | 40,588 | - | - | - | 40,588 | - | 40,588 | - | - | - |
| O | - | - | - | - | 60,883 | 60,883 | - | - | - | - | 60,883 |
| Total | 206,088 | 46,676 | 6,088 | 6,088 | 1,065,856 | 1,330,796 | 206,088 | 46,676 | 6,088 | 6,088 | 1,065,856 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4****Financial liabilities, continued**

d) Unsecured interest-bearing liabilities, non-current, continued

As of December 31, 2014 and December 31, 2013, the breakdown of unsecured interest-bearing liabilities, non-current is as follows:

| Tax ID No. | Subsidiary | Country | Number of registration or ID of the instrument | Series | Maturity date | Currency or adjustment index | Periodicity Payment of interest | Repayment | Estimated |
|--------------|------------|---------|--|---------------|---------------|------------------------------|---------------------------------|---------------|-----------|
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$200,000 | 04/15/2016 | US\$ | Semiannual | Upon maturity | 6 |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$250,000 | 04/21/2020 | US\$ | Semiannual | Upon maturity | 5 |
| 93.007.000-9 | SQM S.A. | Chile | - | ThUS\$300,000 | 04/03/2023 | US\$ | Semiannual | Upon maturity | 3 |
| 93.007.000-9 | SQM S.A. | Chile | 446 | C | 12/01/2026 | UF | Semiannual | Semiannual | 4 |
| 93.007.000-9 | SQM S.A. | Chile | 564 | H | 01/05/2030 | UF | Semiannual | Semiannual | 5 |
| 93.007.000-9 | SQM S.A. | Chile | 700 | M | 02/01/2017 | UF | Semiannual | Upon maturity | 3 |
| 93.007.000-9 | SQM S.A. | Chile | 699 | O | 02/01/2033 | UF | Semiannual | Upon maturity | 3 |

Nominal non-current maturities
12/31/2013

Non-current maturities
12/31/2013

| Series | Over 1 year to | Over 2 years to 3 | Over 3 Years to 4 | Over 4 Years to 5 | Over 5 years | Total | Over 1 year to 2 | Over 2 years to 3 | Over 3 Years to 4 | Over 4 Years to 5 | Over 5 years | Total |
|---------------|----------------|-------------------|-------------------|-------------------|--------------|-----------|------------------|-------------------|-------------------|-------------------|--------------|-----------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| ThUS\$200,000 | - | 200,000 | - | - | - | 200,000 | - | 200,000 | - | - | - | 200,000 |
| ThUS\$250,000 | - | - | - | - | 250,000 | 250,000 | - | - | - | - | 250,000 | 250,000 |
| ThUS\$300,000 | - | - | - | - | 300,000 | 300,000 | - | - | - | - | 300,000 | 300,000 |
| C | 6,665 | 6,665 | 6,665 | 6,665 | 53,318 | 79,978 | 6,665 | 6,665 | 6,665 | 6,665 | 53,318 | 79,978 |
| H | - | - | - | - | 177,729 | 177,729 | - | - | - | - | 177,729 | 177,729 |
| M | - | - | 44,432 | - | - | 44,432 | - | - | 44,432 | - | - | 44,432 |
| O | - | - | - | - | 66,648 | 66,648 | - | - | - | - | 66,648 | 66,648 |
| Total | 6,665 | 206,665 | 51,097 | 6,665 | 847,695 | 1,118,787 | 6,665 | 206,665 | 51,097 | 6,665 | 847,695 | 1,118,787 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4****Financial liabilities, continued**

e)

Additional information

Bonds

As of December 31, 2014 and December 31, 2013, bonds of ThUS\$19,453 and ThUS\$227,652 respectively were classified as short-term, consisting of the current portion due plus accrued interest to date, excluding bond issue costs. The non-current portion consisted of ThUS\$1,317,429 as of December 31, 2014 and ThUS\$1,106,496 as of December 31, 2013, corresponding to the issuance of series C bonds, Single series bonds (ThUS\$200), series H bonds second issue single series bonds (ThUS\$250), series M bonds, series O bonds, third issue single series bonds (ThUS\$300) and fourth issue single series bonds (ThUS\$250) excluding debt issue costs.

As of December 31, 2014 and December 31, 2013, the details of each issuance are as follows:

Series “C” bonds

On January 24, 2006, the Company placed Series C bonds for UF 3,000,000 (ThUS\$101,918) at an annual rate of 4.00%.

As of December 31, 2014 and December 31, 2013, the Company has made the following payments with a charge to the Series C bonds:

| Payments made | 12/31/2014 | 12/31/2013 |
|-------------------|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Principal payment | 6.301 | 6.858 |
| Interest payment | 3.184 | 4.004 |

Single series first issue ThUS\$200,000

On April 5, 2006, the Company placed Single Series bonds for ThUS\$200,000 at an annual rate of 6.125% under "Rule 144 and regulation S of the U.S. Securities Act of 1933."

As of December 31, 2014 and December 31, 2013, the Company has made the following payments with a charge to the Single Series bonds:

| | 12/31/2014 | 12/31/2013 |
|----------------------|------------|------------|
| Payments made | ThUS\$ | ThUS\$ |
| Payments of interest | 12,250 | 12,250 |

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Note 10 Financial instruments (continued)**10.4****Financial liabilities, continued****Series “G” and “H” bonds**

On January 13, 2009, the Company placed two bond series in the domestic market. Series H for UF 4,000,000 (ThUS\$139,216) at an annual interest rate of 4.9% at a term of 21 years with payment of principal beginning in 2019 and Series G for ThCh\$ 21,000,000 (ThUS\$34,146), which was placed at a term of 5 years with a single payment at the maturity of the term and an annual interest rate of 7%.

As of December 31, 2014 and December 31, 2013, the Company has made the following payments with a charge to the Series G and H bonds:

| | 12/31/2014 | 12/31/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Payments made | | |
| Payment of principal of Series G bonds | 39,713 | - |
| Payments of interest, Series G bonds | 1,366 | 2,845 |
| Payments of interest, Series H bonds | 8,496 | 8,565 |

Series “J” and “I” bonds

On May 8, 2009, the Company placed two bond series in the domestic market. Series J for ThCh\$52,000,000 (ThUS\$92,456) which was placed at a term of 5 years with single payment at the expiration date of the term and annual interest rate of 5.5% and Series I for UF 1,500,000 (ThUS\$56,051) which was placed at a term of 5 years with single payment at the maturity of the term and annual interest rate of 3.00%.

As of December 31, 2014 and December 31, 2013, the Company has made the following payments with a charge to the Series J and I bonds:

| | 12/31/2014 | 12/31/2013 |
|--------------------------------------|------------|------------|
| | ThUS\$ | ThUS\$ |
| Payments made | | |
| Payments of principal Series J bonds | 94,454 | - |

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| | | |
|--------------------------------------|--------|-------|
| Payment of interest, Series J bonds | 2,563 | 5,879 |
| Payments of principal Series I bonds | 64,083 | - |
| Payment of interest, Series I bonds | 1,206 | 2,100 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.4 Financial liabilities, continued

Single series bonds, second issue ThUS\$250,000

On April 21, 2010, the Company informed the Chilean Superintendence of Securities and Insurance of its placement in international markets of an unsecured bond of ThUS\$250,000 with a maturity of 10 years beginning on the aforementioned date with an annual interest rate of 5.5% and destined to refinance long-term liabilities.

As of December 31, 2014 and December 31, 2013, the detail of payments charged to the line of single series bonds, second issue is as follows:

| | 12/31/2014 | 12/31/2013 |
|------------------|------------|------------|
| | ThUS\$ | ThUS\$ |
| Payments made | | |
| Interest payment | 13,750 | 13,750 |

Series “M” and “O” bonds

On April 4, 2012, the Company placed two bond series in the domestic market. Series M for UF 1,000,000 (ThUS\$46,601) was placed at a term of 5 years with a single payment at the maturity of the term and an annual interest rate of 3.3%, and Series O for UF 1,500,000 (ThUS\$69,901) was placed at a term of 21 years with a single payment at the maturity of the term and an annual interest rate of 3.80%

As of December 31, 2014, and December 31, 2013 the Company has made the following payments with a charge to the Series M and O bonds:

| | 12/31/2014 | 12/31/2013 |
|-------------------------------------|------------|------------|
| | ThUS\$ | ThUS\$ |
| Payments made | | |
| Payment of interest, Series M bonds | 1,380 | 765 |
| Payment of interest, Series O bonds | 2,381 | 1,320 |

Single series bonds, third issue ThUS\$300,000

On April 3, 2013 in the United States, the Company issued a non-guaranteed bond with a value of US\$ 300 million. The bond is for a 10 year term with an annual coupon rate of 3.625% and an annual yield of 3.716%. This rate equates to a difference of 180 basis points to comparable US Treasury bonds. The funds raised will be used to refinance long term liabilities and finance general corporate objectives.

As of December 31, 2014 and December 31, 2013, the following payments have been made with a debit to the line of single-series bonds, third issue:

| | 12/31/2014 | 12/31/2013 |
|---------------------|------------|------------|
| Payments made | ThUS\$ | ThUS\$ |
| Payment of interest | 10,875 | 5,438 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.4****Financial liabilities, continued****Single series bonds, fourth issuance ThUS\$ 250**

On October 23, 2014, the Company informed the Chilean Superintendence of Securities and Insurance that Sociedad Química y Minera de Chile S.A. agreed to issue and place unsecured bonds of ThUS\$ 250,000 in international markets. This, essentially, maturing in 2025 with a cover annual interest rate of 4.375% equivalent to a spread of 215 basis points on comparable US Treasury bonds, which were offered to the investors at a price of 99.410% with respect to capital. The aforementioned agreement was agreed on October 23, 2014 and the issuance and placement of such bonds was performed in conformity with the provisions of Rule 144A of the US Securities Act of 1933 and these bonds will not be publicly offered in Chile.

As of December 31, 2014, no payments have been made.

10.5**Trade and other payables**

| | 12/31/2014 | | | 12/31/2013 | | |
|-----------------------|------------|-------------|---------|------------|-------------|---------|
| | Current | Non-current | Total | Current | Non-current | Total |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Accounts payable | 144,998 | - | 144,998 | 150,322 | - | 150,322 |
| Retained (or accrued) | 162 | - | 162 | 638 | - | 638 |
| Total | 145,160 | - | 145,160 | 150,960 | - | 150,960 |

Purchase commitments held by the Company are recognized as liabilities when the goods and services are received by the Company. As of December 31, 2014, the Company has purchase orders amounting to ThUS\$15,966 (ThUS\$29,395 as of December 31, 2013).

10.6**Financial liabilities at fair value through profit or loss**

This balance relates to derivative instruments measured at their fair value, which has generated balances against the Company. The detail of this type of instrument is as follows:

| Financial liabilities at fair value through profit or loss | 12/31/2014 ThUS\$ | Effect on profit or loss as of 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | Effect on profit or loss as of 12/31/2013 ThUS\$ |
|--|----------------------|---|----------------------|---|
| Current | | | | |
| Derivative instruments (forward) | - | - | 423 | 5,100 |
| Derivative instruments (options) | - | - | 665 | 1,827 |
| Derivative instruments (IRS) | 736 | 1,637 | 1,339 | 251 |
| | 736 | 1,637 | 2,427 | 7,178 |

Balances in the column effect on profit or loss consider the effects of agreements which were in force as of December 31, 2014, including derivatives, received during the year.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.7 Financial asset and liability categories

| Description of financial assets | a) Financial Assets | | | | | |
|---|-----------------------------|---------------------------------|---------------------------|-----------------------------|---------------------------------|---------------------------|
| | 12/31/2014 | | | 12/31/2013 | | |
| | Current Amount ThUS\$ | Non-current Amount ThUS\$ | Total Amount ThUS\$ | Current Amount ThUS\$ | Non-current Amount ThUS\$ | Total Amount ThUS\$ |
| Financial assets measured at amortized cost | 653,442 | - | 653,442 | 431,883 | - | 431,883 |
| Investments held-to-maturity measured at amortized cost | - | 427 | 427 | - | 95 | 95 |
| Loans and receivables measured at amortized cost | 340,830 | 2,044 | 342,874 | 330,992 | 1,282 | 332,274 |
| Total financial assets measured at amortized cost | 994,272 | 2,471 | 996,743 | 762,875 | 1,377 | 764,252 |
| Financial assets at fair value through profit or loss | 17,160 | - | 17,160 | 3,283 | - | 3,283 |
| Financial assets at fair value through other comprehensive income | - | - | - | 25,007 | - | 25,007 |
| Total financial assets at fair value | 17,160 | - | 17,160 | 28,290 | - | 28,290 |
| Total financial assets | 1,011,432 | 2,471 | 1,013,903 | 791,165 | 1,377 | 792,542 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.7 Financial asset and liability categories (continued)**

b) Financial liabilities

| Description of financial liabilities | 12/31/2014 | | | 12/31/2013 | | |
|--|-----------------------------|---------------------------------|---------------------------|-----------------------------|---------------------------------|---------------------------|
| | Current Amount ThUS\$ | Non-current Amount ThUS\$ | Total Amount ThUS\$ | Current Amount ThUS\$ | Non-current Amount ThUS\$ | Total Amount ThUS\$ |
| Financial liabilities at fair value through profit or loss | 2,603 | 36,958 | 39,561 | 2,427 | 1,405 | 3,832 |
| Financial liabilities at fair value through profit or loss | 2,603 | 36,958 | 39,561 | 2,427 | 1,405 | 3,832 |
| Financial liabilities measured at amortized cost | 355,729 | 1,537,267 | 1,892,996 | 549,959 | 1,415,985 | 1,965,944 |
| Total financial liabilities measured at amortized cost | 355,729 | 1,537,267 | 1,892,996 | 549,959 | 1,415,985 | 1,965,944 |
| Total financial liabilities | 358,332 | 1,574,225 | 1,932,557 | 552,386 | 1,417,390 | 1,969,776 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.8 Fair value measurement of assets and liabilities

Financial assets and liabilities measured at fair value consist of Options and Forwards hedging the mismatch in the balance sheet and cash flows, Cross Currency Swaps (CCS) to hedge bonds issued in local currency (\$/UF), and Interest Rate Swaps (IRS) to hedge LIBOR rate debt issued.

The value of the Company's assets and liabilities recognized by CCS contracts is calculated as the difference between the present value of discounted cash flows of the asset (pesos/UF) and liability (US\$) parts of the derivative. In the case of the IRS, the asset value recognized is calculated as the difference between the discounted cash flows of the asset (variable rate) and liability (fixed rate) parts of the derivative. Forwards: Are calculated as the difference between the strike price of the contract and the spot price plus the forwards points at the date of the contract. Options: The value recognized is calculated using the Black-Scholes method.

In the case of CCS, the entry data used for the valuation models are UF, peso, and basis swap rates. In the case of fair value calculations for IRS, the FRA (Forward Rate Agreement) rate and ICVS 23 Curve (Bloomberg: cash/deposits rates, futures, swaps). In the case of forwards, the forwards curve for the currency in question is used. Finally, with options, the spot price, risk-free rate and volatility of exchange rate are used, all in accordance with the currencies used in each valuation. The financial information used as entry data for the Company's valuation models is obtained from Bloomberg, the well-known financial software company. Conversely, the fair value provided by the counterparties of derivatives contracts is used only as a control and not for valuation.

The effects on profit or loss of movements in these amounts may be recognized in the caption Finance costs, foreign currency translation gain (loss) or cash flow hedges in the statement of comprehensive income, depending on each particular case.

The fair value measurement of debt is only performed to determine the actual market value of guaranteed and non-guaranteed long-term obligations; bonds denominated in local currency (\$/UF) and foreign currency (US\$), credits denominated in foreign currency (US\$).

The value of the Company's reported liabilities is calculated as the present value of discounted cash flows at market rates at the time of valuation, taking into account the maturity date and exchange rate. The entry data used for the model includes the UF and peso rates, which are obtained using Bloomberg, the well-known financial software company and the 'Asociación de Bancos e Instituciones Financieras' (ABIF) (Association of Banks and Financial Institutions').

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.9 Financial assets pledged as guarantee

On November 4, 2004, Isapre Norte Grande maintains a guarantee equivalent to the total amount owed to its members and healthcare providers, which is managed and maintained by Banco de Chile.

As of December 31, 2014 and December 31, 2013, assets pledged as guarantees are as follows:

| Restricted cash | 12/31/2014 | 12/31/2013 |
|---------------------------|------------|------------|
| | ThUS\$ | ThUS\$ |
| Isapre Norte Grande Ltda. | 682 | 708 |
| Total | 682 | 708 |

10.10 Estimated fair value of financial instruments and financial derivatives

As required by IFRS 7, the following information is presented for the disclosure of the estimated fair value of financial assets and liabilities.

Although inputs represent Management's best estimate, they are subjective and involve significant estimates related to the current economic and market conditions, as well as risk features.

Methodologies and assumptions used depend on the risk terms and characteristics of instruments and include the following as a summary:

- Cash equivalent approximates fair value due to the short-term maturities of these instruments.
- Other current financial liabilities are considered at fair value equal to their carrying values.

For interest-bearing liabilities with original maturity of more than a year, fair values are calculated at discounting contractual cash flows at their original current market with similar terms.

For forward and swap contracts, fair value is determined using quoted market prices of financial instruments with similar characteristics.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)**10.10 Estimated fair value of financial instruments and financial derivatives, continued**

The detail of the Company's instruments at carrying value and estimated fair value is as follows:

| | 12/31/2014 | | 12/31/2013 | |
|--|-----------------------------|----------------------|-----------------------------|----------------------|
| | Carrying value ThUS\$ | Fair value ThUS\$ | Carrying value ThUS\$ | Fair value ThUS\$ |
| Cash and cash equivalents | 354,566 | 354,566 | 476,622 | 476,622 |
| Current trade and other receivables | 340,830 | 340,830 | 330,992 | 330,992 |
| Other financial assets, current: | | | | |
| - Time deposits | 653,442 | 653,442 | 431,883 | 431,883 |
| - Derivative instruments | 17,160 | 17,160 | 3,283 | 3,283 |
| - Current hedging assets | - | - | 25,007 | 25,007 |
| Total other current financial assets | 670,602 | 670,602 | 460,173 | 460,173 |
| Non-Current Trade Receivables | 2,044 | 2,044 | 1,282 | 1,282 |
| Other non-current financial assets: | 427 | 427 | 95 | 95 |
| Other non-current financial assets: | 427 | 427 | 95 | 95 |
| Other financial liabilities, current: | | | | |
| - Bank loans | 191,116 | 191,116 | 171,347 | 171,347 |
| - Derivative instruments | 1,791 | 1,791 | 1,088 | 1,088 |
| - Hedging liabilities | 812 | 812 | 1,339 | 1,339 |
| - Unsecured obligations | 19,453 | 19,453 | 227,652 | 227,652 |
| Other financial liabilities, current | 213,172 | 213,172 | 401,426 | 401,426 |
| Current and non-current accounts payable | 145,160 | 145,160 | 150,960 | 150,960 |
| Other non-current financial liabilities: | | | | |
| - Bank loans | 219,838 | 180,756 | 309,489 | 324,246 |
| - Unsecured obligations | 1,317,429 | 1,584,237 | 1,106,496 | 1,077,049 |
| - Non-current hedging liabilities | 36,958 | 36,958 | 1,405 | 1,405 |
| Other non-current financial liabilities: | 1,574,225 | 1,801,951 | 1,417,390 | 1,402,700 |

Fair value hierarchy

Fair value hierarchies are as follows:

- a) Level 1: When only quoted (unadjusted) prices have been used in active markets.

- b) Level 2: When in a phase in the valuation process variable other than prices quoted in Level 1 have been used which are directly observable in markets.

- c) Level 3: When in a phase in the valuation process variable which are not based in observable market data have been used.

The valuation techniques used to determine the fair value of our hedging instruments, bank loans, and unsecurable obligations are level 2 fair value instruments, based on discounted cash flows using market based rates as of year-end.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 10 Financial instruments (continued)

10.11 Nature and scope of risks arising from financing instruments

As indicated in paragraphs 33 to 42 of IFRS 7 the disclosure of information associated with the nature and scope of risks arising from financial instruments is presented in Note 4 - Financial Risk Management.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 11 Equity-accounted investees**11.1 Investments in associates recognized according to the equity method of accounting**

As of December 31, 2014 and December 31, 2013, in accordance with criteria established in Note 3.19, investment in associates recognized according to the equity method of accounting and joint ventures are as follows:

| Associates | Equity-accounted investees | | Share on profit (loss) of associates and joint ventures accounted for using the equity method | | Share on other comprehensive income of associates and joint ventures accounted for using the equity method, net of tax | | Share on total other comprehensive income of associates and joint ventures accounted for using the equity method | |
|-------------------------------------|----------------------------|----------------------|---|----------------------|--|----------------------|--|----------------------|
| | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
| Sales de Magnesio Ltda. | 1,159 | 1,649 | 942 | 1,005 | - | - | 942 | 1,005 |
| Abu Dhabi Fertilizer Industries WWL | 10,269 | 11,453 | 1,783 | 1,596 | - | - | 1,783 | 1,596 |
| Doktor Tarsa Tarim Sanayi AS | 14,869 | 15,193 | 4,138 | 2,192 | - | - | 4,138 | 2,192 |
| Ajay North America | 13,530 | 13,125 | 6,188 | 7,919 | - | - | 6,188 | 7,919 |
| Ajay Europe SARL | 8,004 | 7,924 | 2,570 | 3,825 | (30) | - | 2,540 | 3,825 |
| SQM Eastmed Turkey | 88 | 142 | (21) | 132 | - | - | (21) | 132 |
| Charlee SQM Thailand Co. Ltd. | 1,804 | 1,589 | 158 | 237 | - | - | 158 | 237 |
| Total | 49,723 | 51,075 | 15,758 | 16,906 | (30) | - | 15,728 | 16,906 |

| Associate | Description of the nature of the relationship | Domicile | Country of incorporation | Share of ownership in associates | Dividends received | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|-------------------------------------|---|------------------------------|--------------------------|----------------------------------|--------------------|----------------------|----------------------|
| Sales de Magnesio Ltda. | Commercialization of magnesium salts. | El Trovador 4285, Las Condes | Chile | 50 % | | 1,245 | 892 |
| Abu Dhabi Fertilizer Industries WWL | Distribution and commercialization of specialty plant nutrients in the Middle East. | PO Box 71871, Abu Dhabi | United Arab Emirates | 37 % | | - | - |

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| | | | | | | | |
|-------------------------------|--|---|---------------|----|---|-------|--------|
| Doktor Tarsa Tarim Sanayi AS | Distribution and commercialization of specialty plant nutrients in Turkey. | Organize Sanayi Bolgesi, Ikinci Kisim, 22 cadde TR07100 Antalya 1400 Industry | Turkey | 50 | % | - | - |
| Ajay North America | Production and commercialization of iodine derivatives. | RD Power Springs GA 30129 | United States | 49 | % | 7,139 | 10,437 |
| Ajay Europe SARL | Production and commercialization of iodine derivatives. | Z.I. du Grand Verger BP 227 53602 Evron Cedex | France | 50 | % | 2,728 | 5,093 |
| SQM Eastmed Turkey | Production and commercialization of specialty products. | Organize Sanayi Bolgesi, Ikinci Kisim, 22 cadde TR07100 Antalya | Turkey | 50 | % | - | - |
| Charlee SQM Thailand Co. Ltd. | Distribution and commercialization of specialty plant nutrients. | 31 Soi 138 (Meesuk) LLapdrawrd, Bangkokapi, 10240 Bangkok | Thailand | 40 | % | - | - |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 11 Equity-accounted investees (continued)

11.2 Assets, liabilities, revenue and expenses of associates

12/31/2014

| | Assets | | Liabilities | | Revenue ThUS\$ | Gain (loss) from continuing operations | Other comprehensive income | Comprehensive income |
|-------------------------------------|-------------------|-----------------------|-------------------|-----------------------|-------------------|--|----------------------------------|-------------------------|
| | Current ThUS\$ | Non-current ThUS\$ | Current ThUS\$ | Non-current ThUS\$ | | ThUS\$ | ThUS\$ | ThUS\$ |
| Sales de Magnesio Ltda. | 3,957 | 481 | 2,099 | 22 | 12,750 | 1,883 | - | 1,883 |
| Abu Dhabi Fertilizer Industries WWL | 31,010 | 2,795 | 6,048 | - | 53,186 | 4,819 | - | 4,819 |
| Doktor Tarsa Tarim Sanayi AS | 75,497 | 10,099 | 39,515 | 16,344 | 83,397 | 8,275 | - | 8,275 |
| Ajay North America | 20,912 | 10,269 | 3,568 | - | 60,101 | 12,628 | - | 12,628 |
| Ajay Europe SARL | 21,929 | 2,103 | 8,023 | - | 51,687 | 5,142 | (59) | 5,083 |
| SQM Eastmed Turkey | 10 | 228 | 62 | - | - | (42) | - | (42) |
| Charlee SQM Thailand Co. Ltd. | 8,279 | 669 | 4,435 | - | 12,968 | 394 | - | 394 |
| Total | 161,594 | 26,644 | 63,750 | 16,366 | 274,089 | 33,099 | (59) | 33,040 |

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| | Assets | | Liabilities | | Revenue ThUS\$ | Gain (loss) from continuing operations | Other comprehensive income | Comprehensive income |
|-------------------------------------|-------------------|-----------------------|-------------------|-----------------------|-------------------|--|----------------------------------|-------------------------|
| | Current ThUS\$ | Non-current ThUS\$ | Current ThUS\$ | Non-current ThUS\$ | | ThUS\$ | ThUS\$ | ThUS\$ |
| Sales de Magnesio Ltda. | 4,519 | 309 | 1,512 | 18 | 14,370 | 2,009 | - | 2,009 |
| Abu Dhabi Fertilizer Industries WWL | 26,645 | 2,321 | 6,059 | - | 44,689 | 3,192 | - | 3,192 |
| Doktor Tarsa Tarim Sanayi AS | 67,603 | 6,563 | 37,696 | 6,082 | 73,905 | 4,385 | - | 4,385 |
| Ajay North America | 23,728 | 9,289 | 6,230 | - | 72,297 | 16,161 | - | 16,161 |
| Ajay Europe SARL | 22,247 | 2,370 | 8,770 | - | 67,361 | 7,649 | - | 7,649 |
| SQM Eastmed Turkey | 149 | 305 | 169 | - | 139 | 265 | - | 265 |
| Charlee SQM Thailand Co. Ltd. | 6,104 | 572 | 2,706 | - | 19,179 | 593 | - | 593 |

| | | | | | | | | |
|--------------|----------------|---------------|---------------|--------------|----------------|---------------|----------|---------------|
| Total | 150,995 | 21,729 | 63,142 | 6,100 | 291,940 | 34,254 | - | 34,254 |
|--------------|----------------|---------------|---------------|--------------|----------------|---------------|----------|---------------|

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 11 Investment in Associates (continued)

11.3 Other information

The Company has no participation in unrecognized losses in investments in associates.

The Company presents no investments unaccounted for according to the equity method of accounting.

The equity method was applied to the Statement of Financial Position as of December 31, 2014 and December 31, 2013.

The basis of preparation of the financial information of associates corresponds to the amounts included in the financial statements in conformity with the entity's IFRS.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 12 **Joint
Ventures**

12.1 Policy for the accounting of equity accounted investment in joint ventures

The method for the recognition of joint ventures is that in which participation is initially recorded at cost, and subsequently adjusted, considering changes after the acquisition in the portion of the entity's net assets of the entity which correspond to the investor. Profit or loss for the period of the investor will collect the portion which belongs to it in the results of the controlled entity as a whole.

12.2 Disclosures of interest in joint ventures

a) Operations conducted in 2014

During the second quarter of 2014, SQM Industrial S.A. received a reimbursement of capital amounting to ThUS\$2,011 from SQM Vitas Fzco., resulting in a decrease capital, and maintaining the interest in this Company.

b) Operations conducted in 2013

As of December 31, there are no changes in the breakdown of interests in joint ventures.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 12 Joint Ventures (continued)

12.3 Investment in joint ventures accounted for under the equity method of accounting

| Joint venture | Description of the nature of the relationship | Domicile | Country of incorporation | Share of interest in ownership | | Dividends received | |
|--|--|---|--------------------------|--------------------------------|------------|--------------------|--------|
| | | | | 12/31/2014 | 12/31/2013 | ThUS\$ | ThUS\$ |
| Sichuan SQM Migao Chemical Fertilizers Co. Ltda. | Production and distribution of soluble fertilizers. | Huangjing Road, Dawan Town, Qingbaijiang District, Chengdu Municipality, Sichuan Province | China | 50 | % | - | - |
| Coromandel SQM India | Production and distribution of potassium nitrate. | 1-2-10, Sardar Patel Road, Secunderabad – 500003 Andhra Pradesh | India | 50 | % | - | - |
| SQM Vitas Fzco. | Production and commercialization of specialty plant and animal nutrition and industrial hygiene. | Jebel ALI Free Zone P.O. Box 18222, Dubai | United Arab Emirates | 50 | % | - | - |
| SQM Star Qingdao Corp Nutrition. Co. Ltd. | Production and distribution of nutrient plant solutions with specialties NPK soluble | Longquan Town, Jimo City, Qingdao Municipality, Shangdong Province | China | 50 | % | - | - |
| SQM Vitas Brazil Agroindustria | Production and commercialization of specialty plant and animal nutrition and industrial hygiene. | Via Cndeias, Km. 01 Sem Numero, Lote 4, Bairro Cia Norte, Candeias, Bahia. | Brazil | 49.99 | % | - | - |
| SQM Vitas Peru S.A.C. | Production and commercialization of specialty plant and animal nutrition and industrial hygiene | Av. Juan de Arona 187, Torre B, Oficina 301-II, San Isidro, Lima | Peru | 50 | % | - | - |
| SQM Vitas Southern | Production and commercialization of specialty plant and animal nutrition and | 33 Waterford Office Park | South Africa | 50 | % | - | - |

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| | | | | | | | | |
|---------------------------------|--|---|---------|----|---|---|---|--|
| Africa Pty. | industrial hygiene | Waterford Drive Fourways, 2055 South Africa C/Manuel Echeverria | | | | | | |
| SQM Vitas Spain | Production and commercialization of specialty plant nutrition | Manzana 2 Muelle de la Cab (Puerto Real) Herikerbergweg | Spain | 50 | % | - | - | |
| SQM Vitas Holland | Without information | 238, 1101 CM Amsterdam Zuidoost | Holland | 50 | % | - | - | |
| SQM Vitas Plantacote B.V. | Production and commercialization of controlled-released fertilizers | Herikerbergweg 238, 1101 CM Amsterdam Zuidoost | Holland | 50 | % | - | - | |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 12 Joint Ventures (continued)**12.3 Investment in joint ventures accounted for under the equity method of accounting, continued:**

| Joint Venture | Equity-accounted investees | | Share on profit (loss) of associates and joint ventures accounted for using the equity method | | Share on other comprehensive income of associates and joint ventures accounted for using the equity method, net of tax | | Share on total other comprehensive income of associates and joint ventures accounted for using the equity method | |
|---|----------------------------|----------------------|---|----------------------|--|----------------------|--|----------------------|
| | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
| Sichuan SQM Migao Chemical Fertilizers Co. Ltd. | 12,819 | 11,504 | (414) | 255 | (1) | 13 | (415) | 267 |
| Coromandel SQM India | 754 | 801 | 128 | 90 | - | - | 128 | 89 |
| SQM Vitas Fzco. | 9,189 | 12,762 | 2,049 | 1,807 | (457) | (339) | 1,592 | 1,467 |
| SQM Star Qingdao Corp. Nutrition Co. Ltd. | 1,969 | 1,475 | 494 | 396 | - | - | 494 | 395 |
| SQM Vitas Holland | 1,324 | (599) | 101 | - | - | - | 101 | (667) |
| Total | 26,055 | 25,943 | 2,358 | 2,548 | (458) | (326) | 1,900 | 1,551 |

The following companies are subsidiaries of

(1) SQM Vitas Fzco.
(2) SQM Vitas Holland

| Joint Venture | Equity-accounted investees | | Share on profit (loss) of associates and joint ventures accounted for using the equity method | | Share on other comprehensive income of associates and joint ventures accounted for using the equity method, net of tax | | Share on total other comprehensive income of associates and joint ventures accounted for using the equity method | |
|----------------------|----------------------------|----------------------|---|----------------------|--|----------------------|--|----------------------|
| | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
| SQM Vitas Brazil (1) | 5,670 | 4,747 | 1,045 | 2,538 | - | - | 522 | 1,152 |

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| | | | | | | | | |
|-------------------------------|--------|--------|--------|--------|---|---|--------|--------|
| SQM Vitas Peru (1) | 4,993 | 4,314 | 948 | (224) | - | - | 474 | 93 |
| SQM Vitas Southern Africa (1) | 180 | 1,096 | (907) | 55 | - | - | (453) | 102 |
| SQM Vitas Spain (2) | 1,023 | - | 291 | - | - | - | 145 | (177) |
| SQM Vitas Plantacote B.V. (2) | 1,135 | - | 1 | - | - | - | - | (385) |
| Total | 13,001 | 10,157 | 1,378 | 2,369 | - | - | 688 | 785 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 12 Joint Ventures (continued)

12.4 Assets, liabilities, revenue and expenses from joint ventures:

| Joint Venture | 12/31/2014 | | | | | Revenue ThUS\$ | Gain (loss) from continuing operations ThUS\$ | Other comprehensive income ThUS\$ | Comprehensive income ThUS\$ |
|--|-------------------|-----------------------|-------------------|-----------------------|-------------------|-------------------|--|--|-----------------------------------|
| | Assets | | Liabilities | | Revenue ThUS\$ | | | | |
| | Current ThUS\$ | Non-current ThUS\$ | Current ThUS\$ | Non-current ThUS\$ | | | | | |
| Sichuan SQM Migao Chemical Fertilizers Co. Ltda. | 61,381 | 8,734 | 44,478 | - | 95,292 | (829) | (2) | (831) | |
| Coromandel SQM India | 4,820 | 1,043 | 4,294 | 63 | 6,723 | 256 | - | 256 | |
| SQM Vitas Fzco. | 6,366 | 13,611 | 1,600 | - | 25,485 | 4,098 | (913) | 3,185 | |
| SQM Star Qingdao Corp. Nutrition Co. Ltd. | 4,363 | 229 | 634 | 20 | 9,496 | 988 | - | 988 | |
| SQM Vitas Brazil | 39,006 | 8,644 | 41,980 | - | 83,022 | 1,046 | - | 1,046 | |
| SQM Vitas Peru | 25,346 | 3,146 | 23,463 | 35 | 39,321 | 949 | - | 949 | |
| SQM Vitas Southern Africa | 3,703 | 720 | 4,243 | - | 17,117 | (907) | - | (907) | |
| SQM Vitas Spain | 2,066 | 808 | 1,851 | - | 10,969 | 252 | - | 252 | |
| SQM Vitas Holland | 512 | 2,158 | 19 | - | - | 204 | - | 204 | |
| SQM Vitas Plantacote B.V. | 1,529 | 6 | 401 | - | 4,010 | 1 | - | 1 | |
| Total | 149,092 | 39,099 | 122,963 | 118 | 291,435 | 6,058 | (915) | 5,143 | |

| Joint Venture | 12/31/2013 | | | | | Revenue ThUS\$ | Gain (loss) from continuing operations ThUS\$ | Other comprehensive income ThUS\$ | Comprehensive income ThUS\$ |
|--|-------------------|-----------------------|-------------------|-----------------------|-------------------|-------------------|--|--|-----------------------------------|
| | Assets | | Liabilities | | Revenue ThUS\$ | | | | |
| | Current ThUS\$ | Non-current ThUS\$ | Current ThUS\$ | Non-current ThUS\$ | | | | | |
| Sichuan SQM Migao Chemical Fertilizers Co. Ltda. | 68,241 | 9,414 | 54,650 | - | 41,744 | 509 | 26 | 535 | |
| Coromandel SQM India | 4,545 | 1,158 | 4,037 | 63 | 7,842 | 179 | - | 179 | |
| SQM Vitas Fzco. | 12,790 | 13,772 | 1,039 | - | 18,779 | 3,614 | (679) | 2,935 | |
| SQM Star Qingdao Corp. Nutrition Co. Ltd. | 3,570 | 228 | 838 | 10 | 7,649 | 791 | - | 791 | |
| SQM Vitas Brazil | 31,243 | 7,158 | 25,615 | 8,039 | 87,927 | 2,305 | - | 2,305 | |

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| | | | | | | | | |
|------------------------------|---------|--------|---------|-------|---------|----------|--------|----------|
| SQM Vitas Peru | 21,481 | 1,722 | 18,890 | - | 35,267 | 185 | - | 185 |
| SQM Vitas Southern Africa | 5,164 | 829 | 4,896 | - | 21,234 | 204 | - | 204 |
| SQM Vitas Spain | 1,318 | 949 | 2,492 | - | 1,854 | (355) | - | (355) |
| SQM Vitas Holland | 95 | - | 316 | 977 | - | (1,335) | - | (1,335) |
| SQM Vitas Plantacote B.V. | 1,323 | 6,548 | 8,623 | - | 2,157 | (770) | - | (770) |
| Total | 149,770 | 41,778 | 121,396 | 9,089 | 224,453 | 5,327 | (653) | 4,674 |

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Note 12 Joint Ventures (continued)

12.5 Other Joint Venture disclosures:

| | Cash and cash equivalents | | Other current financial liabilities | | Other non-current financial liabilities | |
|--|---------------------------|------------|-------------------------------------|------------|---|------------|
| | 12/31/2014 | 12/31/2013 | 12/31/2014 | 12/31/2013 | 12/31/2014 | 12/31/2013 |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Sichuan SQM Migao Chemical Fertilizers Co. Ltda. | 234 | 8,049 | - | 7,660 | - | - |
| Coromandel SQM India | 69 | 197 | 158 | 880 | - | - |
| SQM Vitas Fzco. | 12,043 | 10,605 | - | - | - | - |
| SQM Star Qingdao Corp. Nutrition Co. Ltd. | 2,487 | 1,988 | - | - | - | - |
| SQM Vitas Brazil | 1,312 | 854 | 8,488 | - | - | 8,600 |
| SQM Vitas Peru | 605 | 1,166 | - | - | - | - |
| SQM Vitas Southern Africa | 448 | 351 | - | - | - | - |
| SQM Vitas Spain | 34 | 310 | - | - | - | - |
| SQM Vitas Holland | 149 | 26 | - | - | - | - |
| SQM Vitas Plantacote B.V. | 458 | 109 | - | 5,567 | - | - |
| Total | 17,839 | 23,655 | 8,646 | 14,107 | - | 8,600 |

| | Depreciation and amortization expense | | Interest expense | | Income tax expense, continuing operations | |
|--|---------------------------------------|------------|------------------|------------|---|------------|
| | 12/31/2014 | 12/31/2013 | 12/31/2014 | 12/31/2013 | 12/31/2014 | 12/31/2013 |
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Sichuan SQM Migao Chemical Fertilizers Co. Ltda. | (680) | (549) | (831) | (813) | 212 | (12) |
| Coromandel SQM India | (70) | (2) | (47) | (87) | (122) | (92) |
| SQM Vitas Fzco. | (1,032) | (1,001) | (38) | (16) | - | - |
| SQM Star Qingdao Corp. Nutrition Co. Ltd. | (60) | (71) | (1) | - | (331) | (242) |
| SQM Vitas Brazil | (405) | (328) | (1,310) | (931) | 220 | - |
| SQM Vitas Peru | (136) | (82) | (15) | (445) | (243) | 91 |
| SQM Vitas Southern Africa | (82) | (67) | (44) | (104) | (156) | - |
| SQM Vitas Spain | (113) | - | (17) | (14) | - | - |
| SQM Vitas Holland | - | - | (6) | (2) | - | - |
| SQM Vitas Plantacote B.V. | (2) | - | (181) | (176) | - | - |
| Total | (2,580) | (2,100) | (2,490) | (2,588) | (420) | (255) |

The basis of preparation of the financial information of joint ventures corresponds to the amounts included in the financial statements in conformity with the entity's IFRS.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 13 Intangible assets and goodwill

13.1 Balances

| | 12/31/2014 | 12/31/2013 |
|---------------------------------------|-------------------|-------------------|
| | ThUS\$ | ThUS\$ |
| Intangible assets other than goodwill | 114,735 | 104,363 |
| Goodwill | 38,388 | 38,388 |
| Total | 153,123 | 142,751 |

13.2 Disclosures on intangible assets and goodwill

Intangible assets relate to goodwill, water rights, trademarks, industrial patents, rights of way, software, and mining claims which correspond to exploitation rights acquired from third-parties.

Balances and movements in the main classes of intangible assets as of December 31, 2014 and December 31, 2013 are detailed as follows:

| | | 12/31/2014 | | Net Value ThUS\$ |
|---|-------------|---------------------------|---------------------------------------|---------------------|
| | | Gross amount ThUS\$ | Accumulated Amortization ThUS\$ | |
| Intangible assets and goodwill | Useful life | | | |
| Trademarks | Finite | 3,821 | (3,821) | - |
| Software | Finite | 23,062 | (9,996) | 13,066 |
| Intellectual property rights, patents and other industrial property rights, service and exploitation rights | Finite | 1,524 | (939) | 585 |
| Intellectual property rights, patents and other industrial property rights, service and exploitation rights | Indefinite | 97,386 | - | 97,386 |
| Other intangible assets | Indefinite | 3,698 | - | 3,698 |
| Intangible assets other than goodwill | | 129,491 | (14,756) | 114,735 |
| Goodwill | Indefinite | 38,388 | - | 38,388 |
| Total intangible assets and goodwill | | 167,879 | (14,756) | 153,123 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 13 Intangible assets and goodwill (continued)**13.2 Disclosures on intangible assets and goodwill, continued**

| Intangible assets and goodwill | Useful life | 12/31/2013 | | Net Value ThUS\$ |
|---|-------------|---------------------------|---------------------------------------|---------------------|
| | | Gross amount ThUS\$ | Accumulated Amortization ThUS\$ | |
| Trademarks | Finite | 3,821 | (3,821) | - |
| Software | Finite | 5,342 | (3,146) | 2,196 |
| Intellectual property rights, patents and other industrial property rights, service and exploitation rights | Finite | 1,576 | (882) | 694 |
| Intellectual property rights, patents and other industrial property rights, service and exploitation rights | Indefinite | 97,392 | - | 97,392 |
| Other intangible assets | Indefinite | 4,081 | - | 4,081 |
| Intangible assets other than goodwill | | 112,212 | (7,849) | 104,363 |
| Goodwill | Indefinite | 38,388 | - | 38,388 |
| Total intangible assets and goodwill | | 150,600 | (7,849) | 142,751 |

a) Estimated useful lives or amortization rates used for finite identifiable intangible assets

Finite useful life measures the lifetime or the number of productive units or other similar variables which constitute its useful life.

The estimated useful life for software is 3 years, for other finite useful life assets the period in which they are amortized relates to periods defined by contracts or rights which generate them.

Intellectual property rights, patents and other industrial property rights, service and exploitation rights, mainly relate to water rights and are obtained as indefinite.

b) Method used to express the amortization of identifiable intangible assets (life or rate)

The method used to express the amortization is useful life, and estimated tons to be extracted in the case of mining claims.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 13 Intangible assets and goodwill (continued)

13.2 Disclosures on intangible assets and goodwill, continued

c) Minimum and maximum amortization lives or rates of intangible assets:

| Estimated useful lives or amortization rate | Minimum life or rate | Maximum life or rate |
|---|----------------------|----------------------|
| Intellectual property rights, patents and other industrial property rights, service and exploitation rights | Indefinite | Indefinite |
| Intangible assets other than goodwill | Indefinite | Indefinite |
| Intellectual property rights, patents and other industrial property rights, service and exploitation rights | 1 year | 16 years |
| Trademarks | 1 year | 5 years |
| Software | 2 years | 3 years |

d) Information to be disclosed on assets generated internally

The Company has no intangible assets generated internally.

e) Other information to disclose on intangible assets

SQM has property rights and mining concessions of the Chilean Government, intended for the exploration and exploitation of saltpeter and brine. Such rights, have had no initial cost over registration costs, which are insignificant.

Also, SQM has acquired from third-parties other than the Chilean Government, mining concessions, which have been recognized at acquisition cost, which are amortized as the corresponding area is exploited based on the tons estimated to be extracted.

Expenses prior to obtaining the mining concessions are recognized in profit or loss for the year as incurred.

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Note 13 Intangible assets and goodwill (continued)**13.2 Disclosures on intangible assets and goodwill, continued****f) Movements in identifiable intangible assets as of December 31, 2014:**

| Movements in identifiable intangible assets, gross | Trademarks | | Software | | Intellectual property rights, patents and other industrial property rights, exploitation rights of way | | Intellectual property rights, patents and other industrial property rights, exploitation rights of way | | Goodwill | | Identifiable intangible assets |
|--|------------|--------|----------|--------|--|--------|--|--------|----------|--------|--------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | |
| Opening balance | 3,821 | 5,342 | 1,576 | 97,392 | 4,081 | 38,388 | | | | | 150,600 |
| Additions | - | 14,462 | - | - | - | - | - | - | - | - | 14,462 |
| Other increases (decreases) | - | 3,258 | (52) | (6) | (383) | - | - | - | - | - | 2,817 |
| Final balance | 3,821 | 23,062 | 1,524 | 97,386 | 3,698 | 38,388 | | | | | 167,879 |

| Movements in identifiable intangible assets, accumulated amortization | Trademarks | | Software | | Intellectual property rights, patents and other industrial property rights, exploitation rights of way | | Intellectual property rights, patents and other industrial property rights, exploitation rights of way | | Goodwill | | Identifiable intangible assets |
|---|------------|----------|----------|--------|--|--------|--|--------|----------|--------|--------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | |
| Opening balance | (3,821) | (3,146) | (882) | - | - | - | - | - | - | - | (7,849) |
| Additions | - | - | - | - | - | - | - | - | - | - | - |
| Amortization | - | (3,547) | (58) | - | - | - | - | - | - | - | (3,605) |
| Other increases (decreases) | - | (3,303) | 1 | - | - | - | - | - | - | - | (3,302) |
| Final balance | (3,821) | (9,996) | (939) | - | - | - | - | - | - | - | (14,756) |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 13 Intangible assets and goodwill (continued)**13.2 Disclosures on intangible assets and goodwill, continued****f) Movements in identifiable intangible assets as of December 31, 2014, continued**

| Movements in identifiable intangible assets, net | Trademarks | Software | Intellectual property rights, patents and industrial exploitation way | Intellectual property rights, patents and industrial exploitation way | Other property rights, rights of | Goodwill | Identifiable intangible assets |
|--|------------|----------|---|---|----------------------------------|----------|--------------------------------|
| | | | ThUS\$ | ThUS\$ | ThUS\$ | | |
| Opening balance | - | 2,196 | 694 | 97,392 | 4,081 | 38,388 | 142,751 |
| Additions | - | 14,462 | - | - | - | - | 14,462 |
| Amortization | - | (3,547) | (58) | - | - | - | (3,605) |
| Other increases (decreases) | - | (45) | (51) | (6) | (383) | - | (485) |
| Final balance | - | 13,066 | 585 | 97,386 | 3,698 | 38,388 | 153,123 |

g) Movements in identifiable intangible assets as of December 31, 2013:

| Movements in identifiable intangible assets, gross | Trademarks | Software | Intellectual property rights, patents and industrial exploitation way | Intellectual property rights, patents and industrial exploitation way | Other property rights, rights of | Goodwill | Identifiable intangible assets |
|--|------------|----------|---|---|----------------------------------|----------|--------------------------------|
| | | | ThUS\$ | ThUS\$ | ThUS\$ | | |
| Opening balance | 3,821 | 3,446 | 5,340 | 93,996 | 1,360 | 38,388 | 146,351 |
| Additions | - | 1,576 | 377 | 3,396 | 2,721 | - | 8,070 |
| Other increases (decreases) | - | 320 | (4,141) | - | - | - | (3,821) |
| Final balance | 3,821 | 5,342 | 1,576 | 97,392 | 4,081 | 38,388 | 150,600 |

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Note 13 Intangible assets and goodwill (continued)**13.2 Disclosures on intangible assets and goodwill, continued****g) Movements in identifiable intangible assets as of December 31, 2013:**

| Movements in identifiable intangible assets, accumulated amortization | Trademark | | Software | | Intellectual property rights, patents and other industrial property rights, exploitation rights | | Intellectual property rights, patents and other industrial property rights, exploitation rights | | Other industrial property rights, exploitation rights | | Goodwill | | Identifiable Intangible assets ThUS\$ |
|--|-----------|----------|----------|--------|---|--------|---|--------|---|--------|----------|-----------|--|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | | |
| Opening balance | (3,821) | (1,796) | (4,962) | | - | - | - | - | - | - | - | (10,579) | |
| Additions | - | - | - | | - | - | - | - | - | - | - | - | |
| Amortization | - | (1,019) | (61) | | - | - | - | - | - | - | - | (1,080) | |
| Other increases (decreases) | - | (331) | 4,141 | | - | - | - | - | - | - | - | 3,810 | |
| Final balance | (3,821) | (3,146) | (882) | | - | - | - | - | - | - | - | (7,849) | |

| Movements in identifiable intangible assets, net | Trademark | | Software | | Intellectual property rights, patents and other industrial property rights, exploitation rights | | Intellectual property rights, patents and other industrial property rights, exploitation rights | | Other industrial property rights, exploitation rights | | Goodwill | | Identifiable Intangible assets ThUS\$ |
|--|-----------|----------|----------|--------|--|--------|--|--------|---|--------|----------|----------|--|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | | |
| Opening balance | - | 2,196 | 694 | | 97,392 | 4,081 | 38,388 | | | | | 142,751 | |
| Additions | - | 764 | - | | - | - | - | | | | | 764 | |
| Amortization | - | (1,019) | (61) | | - | - | - | | | | | (1,080) | |
| Other increases (decreases) | - | 41 | (32) | | (6) | - | - | | | | | 3 | |
| Final balance | - | 1,982 | 601 | | 97,386 | 4,081 | 38,388 | | | | | 142,438 | |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 14 Property, plant and equipment

As of December 31, 2014 and December 31, 2013, the detail of property, plant and equipment is as follows:

14.1 Types of property, plant and equipment

| Description of types of property, plant and equipment | 12/31/2014 ThUS\$ | 12/31/2013 ThUS\$ |
|---|----------------------|----------------------|
| Property, plant and equipment, net | | |
| Land | 34,622 | 33,812 |
| Buildings | 233,175 | 190,529 |
| Machinery | 361,882 | 465,327 |
| Transport equipment | 81,673 | 105,979 |
| Furniture and fixtures | 9,016 | 9,534 |
| Office equipment | 6,365 | 6,062 |
| Constructions in progress | 237,321 | 415,740 |
| Other property, plant and equipment (1) | 923,900 | 827,394 |
| Total | 1,887,954 | 2,054,377 |
| Property, plant and equipment, gross | | |
| Land | 34,622 | 33,812 |
| Buildings | 411,633 | 364,695 |
| Machinery | 1,168,018 | 1,179,860 |
| Transport equipment | 261,394 | 263,268 |
| Furniture and fixtures | 32,082 | 27,575 |
| Office equipment | 35,512 | 39,142 |
| Constructions in progress | 237,321 | 415,740 |
| Other property, plant and equipment | 1,731,599 | 1,506,708 |
| Total | 3,912,181 | 3,830,800 |
| Accumulated depreciation and value impairment of property, plant and equipment, total | | |
| Accumulated depreciation and value impairment of buildings | 178,458 | 174,166 |
| Accumulated depreciation and value impairment of machinery | 806,136 | 714,533 |
| Accumulated depreciation and value impairment of transport equipment | 179,721 | 157,289 |
| Accumulated depreciation and value impairment of furniture and fixtures | 23,066 | 18,041 |
| Accumulated depreciation and value impairment of office equipment | 29,147 | 33,080 |
| Accumulated depreciation and value impairment of other property, plant and equipment | 807,699 | 679,314 |
| Total | 2,024,227 | 1,776,423 |

(1) The detail of other property, plant and equipment is as follows:

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| | 31/12/2014 | 31/12/2013 |
|--|------------|------------|
| | ThUS\$ | ThUS\$ |
| Other property, plant and equipment, net | | |
| Conveyor belt | 53,648 | 53,783 |
| Tank (TK) | 36,236 | 25,781 |
| Geomembrane/liner | 158,839 | 169,255 |
| Electric facilities | 61,795 | 21,889 |
| Lights | 3,648 | 28,748 |
| Other constructions | 122,287 | 62,390 |
| Piping | 27,637 | 22,499 |
| Pool | 168,469 | 181,844 |
| Well (water) | 49,818 | 39,963 |
| Pipes/HD lines | 148,590 | 101,886 |
| Railroad track | 25,314 | 21,628 |
| Other property, plant and equipment | 65,619 | 97,728 |
| Total | 923,900 | 827,394 |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 14 Property, plant and equipment (continued)

14.1 Reconciliation of changes in property, plant and equipment by type:

| Reconciliation entries of changes in property, plant and equipment by type as of December 31, 2014, gross | Land | Buildings | Machinery | Transport equipment | Furniture and fixtures | Office equipment | Construction in progress | Other property, plant and equipment | Property, plant and equipment |
|---|--------|-----------|-----------|---------------------|------------------------|------------------|--------------------------|-------------------------------------|-------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Opening balance | 33.812 | 364.695 | 1.179.860 | 263.268 | 27.575 | 39.142 | 415.740 | 1.506.708 | 3.830.800 |
| Changes | | | | | | | | | |
| Additions | - | 72 | 370 | - | 71 | 1.514 | 134.663 | 287 | 136.977 |
| Divestitures | - | - | (93) | (85) | (86) | (58) | (2.235) | (1) | (2.558) |
| Increase(decrease) in foreign currency exchange | (87) | (6) | (56) | (33) | - | (65) | 4 | (193) | (436) |
| Reclassification | 812 | 46.872 | (12.083) | (1.742) | 4.522 | (4.983) | (256.528) | 223.130 | - |
| Other increases (decreases) (*) | 85 | - | 20 | (14) | - | (38) | (54.323) | 1.668 | (52.602) |
| Total changes | 810 | 46.938 | (11.842) | (1.874) | 4.507 | (3.630) | (178.419) | 224.891 | 81.381 |
| Final balance | 34.622 | 411.633 | 1.168.018 | 261.394 | 32.082 | 35.512 | 237.321 | 1.731.599 | 3.912.181 |

| Reconciliation entries of changes in property, plant and equipment by type as of December 31, 2014, Accumulated depreciation | Land | Buildings | Machinery | Transport equipment | Furniture and fixtures | Office equipment | Construction in progress | Other property, plant and equipment | Property, plant and equipment |
|--|--------|-----------|-----------|---------------------|------------------------|------------------|--------------------------|-------------------------------------|-------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Opening balance | - | (174.166) | (714.533) | (157.289) | (18.041) | (33.080) | - | (679.314) | (1.776.423) |
| Changes | | | | | | | | | |
| Additions | - | - | - | - | - | - | - | - | - |
| Divestitures | - | - | 11 | 54 | 16 | 125 | - | - | 206 |
| Depreciation expense | - | (19.669) | (88.242) | (29.417) | (2.772) | (2.811) | - | (108.380) | (251.291) |
| Increase(decrease) in foreign currency exchange | - | 1 | 40 | 17 | - | 25 | - | 21 | 104 |

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| | | | | | | | | | |
|------------------------------------|---|-----------|-----------|-----------|-----------|-----------|---|------------|-------------|
| Reclassification | - | 15.375 | (3.414) | 6.899 | (2.269) | 6.561 | - | (23.152) | - |
| Other increases (decreases) (*) | - | 1 | 2 | 15 | - | 33 | - | 3.126 | 3.177 |
| Total changes | - | (4.292) | (91.603) | (22.432) | (5.025) | 3.933 | - | (128.385) | (247.804) |
| Final balance | - | (178.458) | (806.136) | (179.721) | (23.066) | (29.147) | - | (807.699) | (2.024.227) |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 14 Property, plant and equipment (continued)**14.2 Reconciliation of changes in property, plant and equipment by type, continued:**

| Reconciliation entries of changes in property, plant and equipment by type as of December 31, 2014, net | Land | Buildings | Machinery | Transport equipment | Furniture and fixtures | Office equipment | Construction in progress | Other property, plant and equipment | Property, plant and equipment |
|---|--------|-----------|-----------|---------------------|------------------------|------------------|--------------------------|-------------------------------------|-------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Opening balance | 33.812 | 190.529 | 465.327 | 105.979 | 9.534 | 6.062 | 415.740 | 827.394 | 2.054.377 |
| Changes | | | | | | | | | |
| Additions | - | 72 | 370 | - | 71 | 1.514 | 134.663 | 287 | 136.977 |
| Divestitures | - | - | (82) | (31) | (70) | 67 | (2.235) | (1) | (2.352) |
| Depreciation expense | - | (19.669) | (88.242) | (29.417) | (2.772) | (2.811) | - | (108.380) | (251.291) |
| Increase(decrease) in foreign currency exchange | (87) | (5) | (17) | (16) | - | (40) | 4 | (172) | (333) |
| Reclassification | 812 | 62.248 | (15.496) | 5.158 | 2.253 | 1.577 | (256.528) | 199.976 | - |
| Other increases (decreases) (*) | 85 | - | 22 | - | - | (4) | (54.323) | 4.796 | (49.424) |
| Total changes | 810 | 42.646 | (103.445) | (24.306) | (518) | 303 | (178.419) | 96.506 | (166.423) |
| Final balance | 34.622 | 233.175 | 361.882 | 81.673 | 9.016 | 6.365 | 237.321 | 923.900 | 1.887.954 |

(*) The net balance of other increases (decreases) corresponds to: 1) investment plan expenses which are expensed to profit or loss (forming part of cost of sales and other expenses per function, as appropriate), 2) the variation representing the purchase and use of materials and spare parts and 3) projects corresponding mainly to exploration expenditures and stain development.

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 14 Property, plant and equipment (continued)**14.2 Reconciliation of changes in property, plant and equipment by type, continued:**

| Reconciliation entries of changes in property, plant and equipment by type as of December 31 2013, gross | Land | Buildings | Machinery | Transport equipment | Furniture and fixtures | Office equipment | Construction in progress | Other property, plant and equipment | Property, plant and equipment |
|--|--------|-----------|-----------|---------------------|------------------------|------------------|--------------------------|-------------------------------------|-------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Opening balance | 33.320 | 329.397 | 1.065.641 | 224.462 | 22.665 | 36.215 | 423.184 | 1.336.991 | 3.471.875 |
| Changes | | | | | | | | | |
| Additions | 778 | 47 | 2.100 | 3 | 60 | 835 | 416.471 | 3.327 | 423.621 |
| Divestitures | - | (38) | (521) | (35) | - | (2) | (5.045) | (24) | (5.665) |
| Increase(decrease) in foreign currency exchange | (36) | (8) | (39) | (24) | - | (43) | - | (98) | (248) |
| Reclassification | - | 35.700 | 115.281 | 38.847 | 4.874 | 2.154 | (366.516) | 169.660 | - |
| Other increases (decreases) (*) | (250) | (403) | (2.602) | 15 | (24) | (17) | (52.354) | (3.148) | (58.783) |
| Total changes | 492 | 35.298 | 114.219 | 38.806 | 4.910 | 2.927 | (7.444) | 169.717 | 358.925 |
| Final balance | 33.812 | 364.695 | 1.179.860 | 263.268 | 27.575 | 39.142 | 415.740 | 1.506.708 | 3.830.800 |

| Reconciliation entries of changes in property, plant and equipment by type as of December 31, 2013, Accumulated depreciation | Land | Buildings | Machinery | Transport equipment | Furniture and fixtures | Office equipment | Construction in progress | Other property, plant and equipment | Property, plant and equipment |
|--|--------|-----------|-----------|---------------------|------------------------|------------------|--------------------------|-------------------------------------|-------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Opening balance | - | (159.666) | (627.310) | (135.508) | (15.929) | (30.966) | - | (589.947) | (1.559.326) |
| Changes | | | | | | | | | |
| Additions | - | - | - | - | - | 10 | - | - | 10 |
| Divestitures | - | 24 | 472 | - | - | 2 | - | - | 498 |
| Depreciation expense | - | (14.520) | (87.989) | (21.787) | (2.112) | (2.055) | - | (88.358) | (216.821) |
| Increase(decrease) in foreign currency exchange | - | (4) | 27 | 9 | - | 7 | - | 12 | 51 |

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| | | | | | | | | | |
|------------------------------------|---|-----------|-----------|-----------|-----------|-----------|---|------------|-------------|
| Reclassification | - | - | - | (2) | - | 2 | - | - | - |
| Other increases (decreases) (*) | - | - | 267 | (1) | - | (80) | - | (1.021) | (835) |
| Total changes | - | (14.500) | (87.223) | (21.781) | (2.112) | (2.114) | - | (89.367) | (217.097) |
| Final balance | - | (174.166) | (714.533) | (157.289) | (18.041) | (33.080) | - | (679.314) | (1.776.423) |

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Notes to the Consolidated Financial Statements as of December 31, 2014

Note 14 Property, plant and equipment (continued)**14.3 Reconciliation of changes in property, plant and equipment by type, continued:**

| Reconciliation entries of changes in property, plant and equipment by type as of December 31, 2013, net | Land | Buildings | Machinery | Transport equipment | Furniture and fixtures | Office equipment | Construction in progress | Other property, plant and equipment | Property, plant and equipment |
|---|--------|-----------|-----------|---------------------|------------------------|------------------|--------------------------|-------------------------------------|-------------------------------|
| | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ | ThUS\$ |
| Opening balance | 33.320 | 169.731 | 438.331 | 88.954 | 6.736 | 5.249 | 423.184 | 747.044 | 1.912.549 |
| Changes | | | | | | | | | |
| Additions | 778 | 47 | 2.100 | 3 | 60 | 845 | 416.471 | 3.327 | 423.631 |
| Divestitures | - | (14) | (49) | (35) | - | - | (5.045) | (24) | (5.167) |
| Depreciation expense | - | (14.520) | (87.989) | (21.787) | (2.112) | (2.055) | - | (88.358) | (216.821) |
| Increase(decrease) in foreign currency exchange | (36) | (12) | (12) | (15) | - | (36) | - | (86) | (197) |
| Reclassification | - | 35.700 | 115.281 | 38.845 | 4.874 | 2.156 | (366.516) | 169.660 | - |
| Other increases (decreases) (*) | (250) | (403) | (2.335) | 14 | (24) | (97) | (52.354) | (4.169) | (59.618) |
| Total changes | 492 | 20.798 | 26.996 | 17.025 | 2.798 | 813 | (7.444) | 80.350 | 141.828 |
| Final balance | 33.812 | 190.529 | 465.327 | 105.979 | 9.534 | 6.062 | 415.740 | 827.394 | 2.054.377 |

(*) The net balance of other increases (decreases) corresponds to: 1) investment plan expenses which are expensed to profit or loss (forming part of cost of sales and other expenses per function, as appropriate), 2) the variation representing the purchase and use of materials and spare parts and 3) projects corresponding mainly to exploration expenditures and stain development.

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Note 14 Property, plant and equipment (continued)